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Financial Report

FISCAL YEAR ENDED JUNE 30, 1987

STATE OF MAINE

DAVID A. BOURNE, STATE CONTROLLER

The photographs on the cover were taken by Dean Abramson of Raymond, Maine.

STATE
OF
MAINE

FINANCIAL REPORT

FOR PERIOD
JULY 1, 1986 TO JUNE 30, 1987

DEPARTMENT OF FINANCE
Bureau of Accounts and Control

DAVID A. BOURNE
STATE CONTROLLER

Printed Under Appropriation 1031 1

Jean E. Mattimore
Commissioner

David A. Bourne
State Controller

STATE OF MAINE

DEPARTMENT OF FINANCE

BUREAU OF ACCOUNTS AND CONTROL

Governor John R. McKernan, Jr.,
Members of the Legislature,
and Other Citizens of Maine

In accordance with Title 5, Maine Revised Statutes Annotated, Section 1547, the accompanying Financial Report of the State of Maine is submitted for the fiscal year ended June 30, 1987.

The first section of the report consists of the General Purpose Financial Statements for all funds reported in accordance with generally accepted accounting principles. Generally accepted accounting principles for the Governmental Funds uses the modified accrual basis of accounting. Revenues are recognized when they become measurable and available as current assets. Expenditures are generally recognized when the related fund liability is incurred. Exceptions to generally accepted accounting principles in these financial statements include accumulated unpaid vacation and sick leave which has not been recorded, and interest on general long-term debt which is recognized when due.

The second section is reported as it has been in the past, based upon the budgetary and legal requirements. Please refer to Note 7 of the General Notes to the Financial Statements for the reconciliation of the fund balances between the two sections. Comparative budgetary data and statistical information have also been included in this report to promote a better understanding of the State's finances.

Questions and comments about this report or any phase of State finances are always welcome.

Sincerely,

David A. Bourne
David A. Bourne
State Controller

Victor E. Fleury
Victor E. Fleury
Deputy State Controller

State House Station 14, Augusta, Maine 04333
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(THE GENERAL NOTES ON PAGES 11-18 ARE AN INTEGRAL PART OF ALL THE FINANCIAL STATEMENTS PRESENTED IN THIS REPORT.)

NOTE: THE AMOUNTS IN THE FINANCIAL STATEMENTS HAVE BEEN ROUNDED, THEREFORE, SOME COLUMNS MAY NOT ADD BY MINOR AMOUNTS.

FINANCIAL SECTION I

GENERALLY ACCEPTED ACCOUNTING PRINCIPLES

GAAP I

ALL FUNDS

COMBINED BALANCE SHEET
JUNE 30, 1987

	GOVERNMENTAL		
	General	Highway	Other Special Revenue
ASSETS AND AMOUNTS TO BE PROVIDED			
Equity in Treasurer's Cash Pool	$138,401,459	$31,040,639	$ 65,155,829
Cash - Other	112,130	25,100	21,535
Investments	-	-	-
Deposit with United States Treasury	-	-	-
Federal Grants Receivable	-	-	16,677,754
Accounts and Notes Receivable, Net of Allowance for Possible Losses	54,591,313	3,145,588	37,482,589
Due from Other Funds	332,715	386,066	5,014,901
Inventories	-	-	-
Prepaid Expenses and Other Assets	2,746,298	717,167	931,626
Working Capital Advances to Other Funds	4,361,000	13,182,115	-
Advance from Highway Garage	190,634	-	-
Land, Buildings and Equipment	-	-	-
Future Revenue Needed for Retirement of Debt	-	-	-
	$200,735,548	$48,496,674	$125,284,233
LIABILITIES AND EQUITY			
Liabilities:			
Accounts Payable	$ 13,907,257	$ 2,951,304	$ 19,363,130
Due to Other Funds	7,701,331	590,125	757,943
Accrued Payrolls	10,521,400	4,331,451	3,180,406
Other Liabilities	5,015,629	27,377	5,103,224
Bonds Payable	-	-	-
Working Capital Advances Payable	-	-	165,000
Total Liabilities	37,145,617	7,900,257	28,569,703
Equity:			
Investment in General Fixed Assets	-	-	-
Encumbrances and Appropriations Carried	34,941,450	14,694,323	99,894,936
Designated for Working Capital Advances	4,361,000	13,182,115	-
Designated for Other Purposes	14,819,000	682,041	-
Rainy Day Fund	25,000,000	-	-
Contributed Capital	-	-	-
Retained Earnings (Deficit)	-	-	-
Unappropriated Fund Balance	84,468,482	12,037,939	(3,180,406)
Total Equity	163,589,932	40,596,417	96,714,530
	$200,735,548	$48,496,674	$125,284,233

FUNDS		OTHER FUNDS			ACCOUNT GROUPS	
Proceeds of Bonds	Debt Service	Enterprise	Internal Service	Trust and Agency	General Long Term Debt	General Fixed Assets
$70,282,050	$3,031,442	$11,504,597	$11,256,747	$ 62,665,507	$ -	$ -
-	681,919	480,478	700	(22,190,044)	-	-
-	-	-	-	1,226,507,283	-	-
-	-	-	-	113,221,169	-	-
-	-	-	-	-	-	-
-	-	2,592,070	76,938	521,646	-	-
-	-	35,531	3,842,831	-	-	-
-	-	7,111,847	6,243,040	-	-	-
-	-	157,256	44,766	739,710	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	8,703,488	16,865,617	-	-	272,432,795
-	-	-	-	-	296,575,000	-
$70,282,050	$3,713,361	$30,585,267	$38,330,638	$1,381,465,271	$296,575,000	$272,432,795
$28,306,951	$ -	$ 6,278,501	$ 3,108,898	$ 13,245,454	$ -	$ -
-	-	289,871	316,628	129,624	-	-
-	-	346,157	378,236	55,796	-	-
-	376,919	877,824	3,497,266	36,871,964	-	-
-	305,000	-	-	-	296,575,000	-
-	-	3,985,000	13,393,115	-	-	-
28,306,951	681,919	11,777,354	20,694,142	50,302,837	296,575,000	-
-	-	-	-	-	-	272,432,795
41,975,100	3,031,442	-	-	-	-	-
-	-	-	573,952	-	-	-
-	-	-	-	1,331,162,433	-	-
-	-	-	-	-	-	-
-	-	34,242,389	4,818,966	-	-	-
-	-	(15,434,475)	12,621,815	-	-	-
-	-	-	(378,236)	-	-	-
41,975,100	3,031,442	18,807,913	17,636,496	1,331,162,433	-	272,432,795
$70,282,050	$3,713,361	$30,585,267	$38,330,638	$1,381,465,271	$296,575,000	$272,432,795

GOVERNMENTAL FUNDS

COMBINED STATEMENT OF RESOURCES, EXPENDITURES AND CHANGES IN FUND EQUITY FOR THE YEAR ENDED JUNE 30, 1987

	Total (Memorandum Only)
REVENUES	
Taxes	
Unorganized Territories Tax	$ 15,036,221
Inheritance and Estate Tax	20,877,811
Individual Income Tax	421,425,863
Corporate Income Tax	69,517,049
Sales and Use Tax	445,816,892
Gasoline, Use Fuel and Motor Carrier Tax	92,533,514
Vehicle Registration and Drivers Licenses	50,332,829
Cigarette Tax	40,325,475
Public Utilities Tax	29,099,774
Insurance Company Tax	28,964,916
Hunting, Fishing and Related Licenses	10,416,842
Other Taxes	28,379,312
Total Taxes	1,252,726,499
Income from Investments	13,960,603
From Federal Government	563,339,064
From Cities Towns and Counties	6,150,140
Service Charge for Current Services	46,198,015
Transferred from Bureau of Alcoholic Beverages	35,254,172
Transferred from Lottery Commission	18,202,232
Other Revenues	55,272,963
	738,377,188
OTHER FINANCIAL RESOURCES	
Proceeds of General Obligation Bonds	18,653,779
Other	26,916,259
Total Revenues and Resources	2,036,673,725
EXPENDITURES	
General Government	232,410,550
Economic Development	46,028,708
Education and Culture	623,148,049
Human Services	685,921,411
Manpower	35,132,406
Natural Resources	42,651,864
Public Protection	40,560,229
Transportation	204,629,561
Other	22,471,860
Other Accrued Expenses	(22,691)
Total Expenditures	1,932,931,946
Excess Resources Over (Under) Expenditures	103,741,780
FUND EQUITY July 1, 1986	242,165,641
FUND EQUITY June 30, 1987	$ 345,907,420

General Fund	Highway Fund	Other Special Revenue	Proceeds of Bonds	Debt Service
$ 4,930,713	$ -	$ 10,105,509	$ -	$ -
20,877,811	-	-	-	-
400,229,577	-	21,196,286	-	-
66,042,674	-	3,474,376	-	-
420,850,084	-	24,966,807	-	-
268,242	90,958,096	1,307,175	-	-
-	50,332,829	-	-	-
40,325,475	-	-	-	-
28,960,251	-	139,522	-	-
26,453,712		2,511,204		
-	-	10,416,842	-	-
14,975,661	1,058,117	12,345,534	-	-
1,023,914,201	142,349,042	86,463,255	-	-
7,415,270	1,143,123	2,471,267	54,307	2,876,637
302,699	-	563,036,365	-	-
790,043	(377)	5,360,474	-	-
19,791,313	7,632,768	16,697,416	-	2,076,519
30,014,506	-	5,239,666	-	-
18,202,232	-	-	-	-
23,947,712	832,283	30,492,967	-	-
100,463,775	9,607,796	623,298,154	54,307	4,953,156
-	-	-	18,653,779	-
(5,416,510)	16,178,807	(1,228,360)	19,782,323	(2,400,000)
1,118,961,466	168,135,645	708,533,050	38,490,408	2,553,156
119,796,863	12,424,181	96,421,813	1,633,662	2,134,030
18,743,453	104,499	27,180,756	-	-
555,867,506	-	58,451,237	8,829,305	-
316,359,101	-	368,344,151	1,218,159	-
2,135,866	-	32,996,539	-	-
18,133,541	-	24,406,192	112,131	-
13,423,476	15,862,941	11,273,812	-	-
3,067,340	139,481,135	61,222,742	858,344	-
			22,471,860	-
758,480	(955,389)	676,466	(502,248)	-
1,048,285,627	166,917,367	680,973,709	34,621,213	2,134,030
70,675,840	1,218,278	27,559,341	3,869,195	419,126
92,914,092	39,378,140	69,155,189	38,105,904	2,612,317
$ 163,589,932	$ 40,596,417	$ 96,714,530	$ 41,975,099	$ 3,031,442

GOVERNMENTAL FUNDS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND OTHER RESOURCES
ACTUAL AND BUDGET
GENERAL, HIGHWAY AND OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1987

	GENERAL FUND	
	ACTUAL	BUDGET
REVENUES		
Taxes	$1,023,914,201	$1,015,352,572
Income from Investments	7,415,270	6,198,000
Intergovernmental Revenue	1,092,742	1,414,047
Service Charges for Current Services	19,791,313	22,316,012
Transferred from Alcoholic Beverage and Lottery Commissions	48,216,739	48,675,698
Other Revenues	23,947,712	22,221,196
Total Revenues	1,124,377,976	1,116,177,525
Other Financial Resources (Uses)	(5,416,510)	-
TOTAL REVENUES AND RESOURCES	1,118,961,466	1,116,177,525
EXPENDITURES		
General Government	119,796,863	116,544,485
Economic Development	18,743,453	18,674,892
Education and Culture	555,867,506	556,126,601
Human Services	316,359,101	318,226,591
Manpower	2,135,866	2,175,223
Natural Resources	18,133,541	18,463,934
Public Protection	13,423,476	13,729,841
Transportation	3,067,340	3,167,818
Other Accrued Expenses	758,480	-
TOTAL EXPENDITURES	1,048,285,627	1,047,109,385
Excess Resources Over (Under) Expenditures	70,675,840	69,068,140
FUND EQUITY July 1, 1986	92,914,092	59,536,696
FUND EQUITY June 30, 1987	$ 163,589,932	$ 128,604,836

HIGHWAY FUND		OTHER SPECIAL REVENUE FUNDS	
ACTUAL	BUDGET	ACTUAL	BUDGET
$142,349,042	$137,539,674	$ 86,463,256	$ 96,730,806
1,143,123	1,000,000	2,471,267	1,529,775
(377)	23,876	568,396,839	680,097,895
7,632,768	7,993,168	16,697,416	18,422,370
-	-	5,239,666	4,992,300
832,283	752,601	30,492,967	42,373,252
151,956,838	147,309,319	709,761,410	844,146,398
16,178,807	9,000,000	(17,906,114)	-
168,135,645	156,309,319	691,855,296	844,146,398
12,424,181	11,456,466	96,421,813	141,741,451
104,499	-	27,180,756	28,382,960
-	-	58,451,237	81,708,558
-	-	368,344,151	415,446,429
-	-	32,996,539	58,396,800
-	-	24,406,192	34,494,935
15,862,941	16,194,922	11,273,812	17,765,423
139,481,135	140,106,074	61,222,742	88,929,388
(955,389)	-	676,466	-
166,917,367	167,757,462	680,973,709	866,865,944
1,218,278	(11,448,143)	10,881,587	(22,719,546)
39,378,140	25,365,085	69,155,189	(30,277,349)
$ 40,596,417	$ 13,916,942	$ 80,036,776	$ (52,996,895)

ENTERPRISE AND INTERNAL SERVICE FUNDS

COMBINED STATEMENT OF OPERATIONS AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 1987

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
REVENUES		
Sales	$130,135,866	$ -
Intergovernmental Billings	-	41,067,039
Gross Income	130,135,866	41,067,039
Cost of Goods Sold	78,999,049	17,082,660
Net Income	51,136,817	23,984,379
Fees and Licenses	16,233,566	-
	67,370,383	23,984,379
EXPENDITURES		
Personal Services	7,471,231	10,443,601
General Operating Expenses	7,937,944	9,029,740
Depreciation	144,188	3,646,357
	15,553,363	23,119,698
Net Operating Income	51,817,020	864,681
NON-OPERATING REVENUE (EXPENSES)		
Adjustment of Prior Year Transactions	-	-
Interest Income	749,169	726,839
Other Non-Operating Income	(107,895)	692,472
Interest Expense	-	(73,673)
	641,274	1,345,639
Net Income	52,458,295	2,210,319
RETAINED EARNINGS (DEFICIT) July 1, 1986	(14,436,366)	10,464,360
TRANSFERRED TO OTHER FUNDS	(53,456,404)	-
RETAINED EARNINGS (DEFICIT) June 30, 1987	$(15,434,475)	$12,674,680

ENTERPRISE AND INTERNAL SERVICE FUNDS

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1987

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
SOURCE OF FUNDS		
Net Income	$52,458,295	$ 2,210,319
Add: Depreciation	144,188	3,646,357
	52,602,482	5,856,677
Transferred from Governmental Funds	2,029,464	277,918
	54,631,946	6,134,595
APPLICATION OF FUNDS		
Purchase of Plant and Equipment	270,035	7,666,416
Transferred to Other Funds	53,478,671	-
	53,748,706	7,666,416
Increase (Decrease) in Working Capital	$ 883,240	$(1,531,821)

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
ANALYSIS OF CHANGES IN WORKING CAPITAL		
Increase (Decrease) in Current Assets		
Cash	$ 2,712,774	$ 375,978
Accounts Receivable	110,463	1,596,658
Inventories	367,201	1,945,855
Other Assets	74,872	(81,637)
	3,265,310	3,836,854
Decrease (Increase) in Current Liabilities		
Accounts Payable	(1,951,866)	(4,768,761)
Other Current Liabilites	(430,203)	(599,915)
	(2,382,069)	(5,368,675)
Increase (Decrease) in Working Capital	$ 883,240	$(1,531,821)

TRUST FUNDS

COMBINED STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1987

	Expendable Trusts		Non-Expendable Trusts
	Retirement System	Other	
REVENUES AND OTHER ADDITIONS			
Contributions			
Individuals	$ 75,226,837	$119,490,670	$ -
Employee Contributions	127,096,565	710,804	-
University of Maine System and Maine Maritime Academy	-	138,039,542	-
Cities, Towns and Counties	25,646,920	163,961,079	-
Interest and Dividends	38,337,788	5,746,802	-
Gain (Loss) on Sales of Investments	92,035,533	992,483	1,110,883
Other Additions or Adjustments	(1,522,457)	(194,184)	71,962
Total Additions	356,821,185	428,747,195	1,182,845
EXPENDITURES AND OTHER DEDUCTIONS			
Benefit Payments	135,646,948	-	-
Refunds and Interest Allowed	31,910,146	-	-
Health and Group Life Insurance	2,904,785	5,179,318	-
Payroll Taxes and Deductions	-	135,638,033	-
Administrative Expenses	2,659,652	96,931	24
Refunds of Trust Deposits, Other Disbursements and Transfers	76,270	194,484,308	-
Total Deductions	173,197,800	335,398,591	24
Net Additions	183,623,386	93,348,604	1,182,820
FUND BALANCE July 1, 1986	953,070,590	154,774,230	8,103,513
FUND BALANCE June 30, 1987	$1,136,693,976	$248,122,834	$9,286,333

GENERAL NOTES TO THE FINANCIAL STATEMENTS

STATE OF MAINE

Maine is the largest and most northern of the six New England states. Its land area of approximately 33,215 square miles supports over one million year-round residents. Maine's shoreline is the longest on the east coast, extending nearly 3,500 miles.

The structure of the Maine economy is very similar to that of the nation as a whole, except that Maine has proportionately more activity in manufacturing (particularly in the paper and shoe industries) and tourism, and less activity in finance and mining.

In recent years, the Maine economy has outperformed the nation's by most measures. Employment growth has been faster in Maine for several years, and in 1987, unemployment in Maine was below the national average for the seventh consecutive year. Also, the State has improved its per capita income ranking from 43rd in 1979 to 33rd in 1986. And, not surprisingly, retail sales growth in Maine has consistently surpassed the national average in recent years.

The government of the State of Maine is divided into three distinct branches; the legislative, executive and judicial. The Legislative body consists of 35 Senators and 151 members of the House of Representatives, all of whom are elected for two year terms. The Governor is elected to a four year term of office.

GENERAL COMMENTS

The General Purpose Financial Statements and accompanying notes provide an overview of the financial position of the State and operating results for the year then ended June 30, 1987. The financial statements include all activities and programs that are controlled by or dependent on the State's executive or legislative branches. Control by or dependence on the State was determined on the basis of budget adoption, taxing authority, outstanding debt secured by revenues or general obligation of the State, and the State's obligation to fund any deficit that may occur.

Based on the foregoing criteria, the following activities and programs are excluded from the State's financial statements:

University of Maine
Maine Maritime Academy
Maine Turnpike Authority
Maine Municipal Bond Bank
Finance Authority of Maine
Maine Housing Authority
Maine School Building Authority
Maine Veterans Home
Maine Health/Higher Education Facilities Authority

NOTE 1--FINANCIAL STATEMENTS AND DESCRIPTIONS OF FUNDS AND ACCOUNT GROUPS

Financial Statements: The accompanying financial statements of the State of Maine present the financial position of the various fund types and account groups, the results of operations of the various fund types and the changes in financial position of the proprietary funds and fiduciary funds.

NOTE 1--FINANCIAL STATEMENTS AND DESCRIPTIONS OF FUNDS AND ACCOUNT GROUPS - Continued

Fund Accounting: Generally accepted accounting principles require that governmental operations be reflected in several funds or account groups each of which is considered a separate fiscal and accounting entity with self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, including interfund balances and transactions.

Types of Funds: The following funds and account groups are used by the State:

GOVERNMENTAL FUNDS

General Fund--to account for all financial resources except those to be accounted for in another fund.

Special Revenue Funds--to account for the proceeds of specific revenue sources that are expended for specified purposes.

Highway Fund--to account for revenues derived from registration of motor vehicles, operators' licenses, gasoline tax, (except for federal matching funds). This fund is allocated by the Legislature for the operation of the Department of Transportation to construct and maintain highways and bridges, other allied programs and a portion of the State Police administration.

Other Special Revenue Fund--to account for various special purpose funds which have been established on a self-supporting basis. Revenues are generated by taxes, licenses, fees and federal matching funds and grants. Expenditures of these funds can only be made in accordance with the restrictions imposed by the source of the revenues.

Proceeds of Bonds Fund--to account for the proceeds of general obligation and self-liquidating bonds.

Debt Service Fund--to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

PROPRIETARY FUNDS

Enterprise Funds--to account for the operations that are financed and operated in a manner similar to private business enterprises where the intent is that the costs of providing services on a continuing basis be financed or recovered primarily through user charges.

Bureau of Alcoholic Beverages--The sale of alcoholic beverages is controlled through State operated stores and licensed agents. Net income from the Bureau is transferred to the General Fund.

NOTE 1--FINANCIAL STATEMENTS AND DESCRIPTIONS OF FUNDS AND ACCOUNT GROUPS - Continued

Department of Transportation Services--The Department of Transportation operates the Augusta State Airport and the ferry services along the mid-coastal region of the State.

Internal Service Funds--To account for centralized services provided to other funds. Revenues are derived from user agencies on a cost reimbursement basis.

FIDUCIARY FUNDS

Trust and Agency Funds--The Trust and Agency Funds are a grouping of various funds which are administered by the State as trustee or as an agent for the general public.

ACCOUNT GROUPS

General Long-Term Debt--To account for the liabilities which do not require an appropriation or expenditure during the current fiscal year.

General Fixed Assets--To provide a record of the cost of the land, buildings, improvements and capital equipment purchased by Governmental Funds, except for highways and bridges. The Enterprise and Internal Service funds maintain separate fixed asset records.

NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting: The accounts of all Governmental Funds are maintained and reported on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues and assets are recognized when measurable and available to finance operations during the year; expenditures and liabilities are recognized when obligations are incurred as a result of receipt of goods or services. Modification to the accrual basis of accounting include:

Self-assessed taxes, principally income and sales and use taxes, are recorded as revenues when reported to the state.

Interest on long term debt is recognized as an expenditure when it becomes due.

Obligations for employees' vested annual leave and sick leave are recorded as expenditures when paid.

The accounts of the Enterprise Funds and Internal Service Funds are maintained and reported on the accrual basis of accounting.

Equity in Treasurer's Cash Pool: The Treasurer's Cash Pool, comprised primarily of short-term certificates of deposit, repurchase agreements, U.S.Treasury Bills and U.S.Treasury Notes, are stated at cost which approximates market value.

NOTE 2--SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES--Continued

Investments: Investments are stated at cost or fair market value at date of donation.

Deposits with United States Treasury: The federal government requires that unemployment tax receipts be deposited with the United States Treasury. Funds are drawn down as benefits are paid.

Inventories: Inventories are stated at the lower of cost (first-in, first-out method) or market.

Land, Buildings and Equipment: Land, buildings and equipment are recorded at cost. Depreciation of the buildings, improvements and equipment in the Enterprise and Internal Service funds is computed on the straight-line method in a manner intended to amortize the cost of the assets over their estimated useful lives.

Expenditures which materially increase values, change capacities or extend useful lives are capitalized. Repairs and maintenance are charged to operations as incurred.

Encumbrances: Contracts and purchase commitments are recorded as encumbrances when the contract or purchase order is executed. Upon receipt of goods or services, the encumbrance is liquidated and the expenditure and liability are recorded. Unliquidated encumbrances are reported in the encumbrances and appropriations.

Interfund Transactions: Various departments and funds charge fees on a user basis for such services as centralized computer services, accounting and auditing, purchasing, personnel and maintenance. These fees are recorded as revenue by the servicing department and as expenditures by the user department.

Lease Commitments: The State has lease commitments which extend forward a number of years. However, these leases are subject to continuing appropriations and may, therefore, be terminated without penalty if funds are not appropriated.

Grants: Certain federal grants, made on the basis of entitlement, are recorded upon receipt of funds. Other federal grants, made on a reimbursement basis, are recorded as receivables and revenues when the related expenditures are incurred.

NOTE 3--EQUITY IN TREASURER'S CASH POOL

The State pools all available cash for investment purposes. Each fund's equity share of the total pooled cash and investments is included on the accompanying balance sheets under the caption "Equity in Treasurer's Cash Pool". The State's temporary investments at June 30, 1987 include certificates of deposit.

NOTE 3--EQUITY IN TREASURER'S CASH POOL--Continued

U.S.Treasury Bills, U.S.Treasury Notes and repurchase agreements. Investments are carried at cost.

	Temporary Investments	Excess of Investments Over Demand Cash	Total
Equity in Treasurer's Cash Pool	$378,538,315	$(10,614,394)	$367,923,921

NOTE 4--RECEIVABLES

Receivables at June 30, 1987 include the following: (in thousands of dollars))

	General	Highway	Other Special Revenue	Enterprise	Other Funds
Taxes:					
Individual income tax	$ 9,863	$ -	$ -	$ -	$ -
Corporate income tax	17	-	-	-	-
Sales and use tax	8,315	3,448	-	-	-
Inheritance tax	628	-	-	-	-
Cigarette tax	1,944	-	-	-	-
Railroad tax	254	-	-	-	-
Property tax	5	-	7,954	-	-
Spruce budworm tax	-	-	52	-	-
Other	38	-	12	-	-
	21,064	3,448	8,018	-	-
Accounts:					
Due from:					
Federal Government	-	-	34,962	-	-
Hospital Services					
Augusta Mental Health	2,944	-	-	-	-
Bangor Mental Health	433	-	-	-	-
Pineland Center	872	-	-	-	-
Other	740	112	1,836	2,696	7,262
	4,989	112	36,798	2,696	7,262
Less allowance for possible Losses	11,717	414	1,375	104	6,664
	$ 14,336	$ 3,146	$ 43,441	$ 2,592	$ 598

NOTE 5--LAND, BUILDINGS AND EQUIPMENT

Fixed assets in the Enterprise Funds and Internal Service Funds consist of the following:

	Enterprise Funds	Internal Service Funds
Land	$ 626,122	$ 243,227
Buildings and structural improvement	4,145,114	3,448,875
Equipment	8,834,002	43,158,913
	13,605,238	46,851,015
Less accumulated depreciation	4,901,751	29,985,399
	$ 8,703,487	$ 16,865,616

NOTE 6--BONDS PAYABLE

General obligation bonds and bond anticipation notes outstanding at June 30, 1987 are comprised of the following:

Source of Repayment	
BONDS	
General Fund	$ 183,990,000
Highway Fund	92,365,000
Self-liquidating debt of the University of Maine, Vocational Technical Institutes and Maine Veterans' Home	20,220,000
	$ 296,575,000

The annual requirements to amortize all bonds outstanding as of June 30, 1987 are as follows: (in thousands of dollars)

	Principal General Bonded Debt	Interest General Bonded Debt
1988	$ 38,570	$ 19,854
1989	35,055	17,246
1990	31,630	14,935
1991-1995	120,095	46,867
1996-2000	51,095	16,256
2001-2005	19,685	2,720
2006-2010	445	15
	$ 296,575	$ 117,893

NOTE 7--RECONCILIATION OF FUND EQUITY

The State records transactions on an appropriations basis and may not conform to the requirements of generally accepted accounting principles. At June 30, 1987, the material differences are as follows:

1. Recording of certain sales tax revenues when received (budgeted and recorded in the next fiscal year) rather than when measurable and available for current obligations.

2. Recording of payrolls as paid rather than as the work is expended by the employees.

3. Recording certain Human Service claims and related Federal reimbursements as received rather than as incurred for services performed prior to June 30 with invoices not received until the next fiscal year.

4. Recording certain obligations as encumbrances and appropriation carried rather than as accounts payable.

The following is a summary of the effects of the above described transactions on fund equity in the General Fund, the Highway Fund and Other Special Revenue Funds at June 30, 1987. The impact on the remaining funds is considered immaterial and is not presented.

	General Fund	Highway Fund	Other Special Revenue Funds
Fund equity at June 30, 1987 per combined balance sheet	$140,358,198	$ 45,337,773	$101,990,792
Receivables:			
Sales Tax and Income Tax	40,255,756	-	-
Federal Reimbursements	-	-	10,719,200
Adjustment to Transfers from	-	-	-
Enterprise Funds	(383,452)	-	-
Accounts payable	(1,022,963)	(409,905)	(2,095,856)
Accrued payroll	(10,521,400)	(4,331,451)	(3,180,406)
Claims incurred but not reported	(5,096,208)	-	(10,719,200)
Fund equity at June 30, 1987, adjusted to conform with generally accepted accounting principles	$163,589,931	$ 40,596,417	$ 96,714,530

NOTE 8--PENSION PLANS

State employees, local teachers and employees of participating local governmental units are eligible to participate in the Maine State Retirement System, which provides for retirement and other benefits. Generally, retirement expense is comprised of the actuarially determined normal cost plus an amount accrued. The State's contribution to the System for State employees and teachers was $122.1 million in 1987.

At June 30, 1987, the unfunded accrued benefits for State employees and teachers were approximately $1.98 billion. The actuarially computed value of vested benefits is not available. The report of the consulting actuary for the system indicates the contributions of employees and the State, together with investment income, will provide for the cost of unfunded accrued benefits within 25.0 years.

NOTE 9--DEFERRED COMPENSATION

The State offers its employees a deferred compensation plan created in accordance with U. S. Internal Revenue Code Section 457. The plan, available to all state employees, permits them to defer a portion of their current salary until future years. The deferred compensation is not available to the employees until termination, death or an unforeseeable emergency.

All amounts of compensation deferred under the plan, all property and rights purchased with such amounts, and all income attributable to such amounts, property, or rights are solely the property and rights of the State subject only to the claims of the State's general creditors.

Participants' rights created under the plan are equivalent to those of general creditors of the State and only in an amount equal to the fair market value of the deferred account maintained with respect to each participant.

In the past, the plan assets have been used for no purpose other than to pay benefits. In addition, the State believes that it is unlikely that it will use the assets to satisfy the claims of general creditors in the future.

NOTE 10--CONTINGENCIES

The State is contingently liable for debt guaranteed by the Finance Authority of Maine. The total debt upon which the State is contingently liable at June 30, 1987, aggregates $39,775,000.

NOTE 11--LITIGATION

The State, its officers and employees are defendants in various significant lawsuits. Legal counsel for the State as well as its various authorities and agencies have reviewed the status of pending litigation and are unable to determine the amount of the probable loss to the State in these matters. Accordingly, no provision has been made in the accompanying financial statements for losses which may arise from the settlement or adjudication of the aforementioned matters, either individually or in the aggregate.

FINANCIAL SECTION II

BUDGETARY

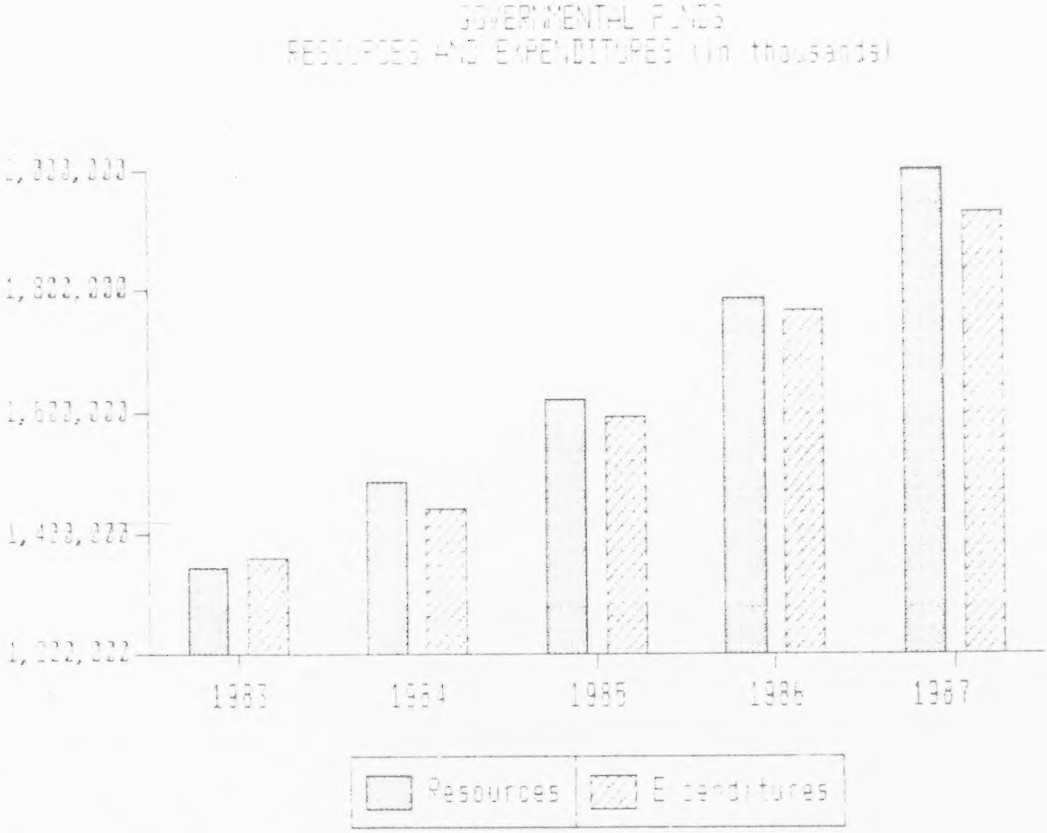

EXHIBIT I

ALL FUNDS

Combined Balance Sheets
June 30, 1987

	Governmental		
	General Fund	Highway Fund	Other Special Revenue
ASSETS			
Equity in Treasurer's Cash Pool	$138,784,911	$31,040,639	$ 65,155,829
Cash - Other	112,130	25,100	21,535
Investments	-	-	-
Deposits with U.S. Treasury	-	-	-
Federal Grants Receivable	-	-	16,677,754
Accounts and Notes Receivable, Net of Allowances for Possible Losses	14,335,557	3,145,588	26,763,389
Due from Other Funds	332,715	386,066	5,014,901
Inventories	-	-	-
Working Capital Advances to Other Funds	4,361,000	13,182,115	-
Advance from Highway Garage	190,634	-	-
Prepaid Expenses and Other Assets	2,746,298	717,167	931,626
Land, Buildings and Equipment	-	-	-
Future Reserve Needed for Debt Retirement	-	-	-
TOTAL ASSETS	$160,863,245	$48,496,675	$114,565,034
LIABILITIES AND EQUITY			
Liabilities:			
Accounts Payable	$ 7,788,086	$ 2,541,399	$ 6,548,073
Due to Other Funds	7,701,331	590,125	757,943
Other Liabilities	5,015,629	27,377	5,103,226
Bonds Payable	-	-	-
Working Capital Advances Payable	-	-	165,000
Total Liabilities	20,505,046	3,158,901	12,574,242
Equity:			
Investments in General Fixed Assets	-	-	-
Encumbrances and Appropriations Carried	35,964,413	15,104,228	101,990,792
Designated for Working Capital Advances	4,361,000	13,182,115	-
Designated for Other Purposes	14,819,000	682,041	-
Rainy Day Fund	25,000,000	-	-
Contributed Capital	- -	-	-
Retained Earnings	-	-	-
Unappropriated Surplus	60,213,786	16,369,390	-
Total Equity	140,358,199	45,337,774	101,990,792
TOTAL LIABILITIES AND EQUITY	$160,863,245	$48,496,675	$114,565,034

Funds		Other Funds			Account Groups	
Proceeds of Bonds	Debt Service	Enterprise Funds	Internal Service Funds	Trust and Agency	General Long Term Debt	General Fixed Assets
$70,282,050	$3,031,442	$11,121,145	$11,256,747	$ 62,665,507	$ -	$ -
-	681,919	480,478	700	(22,190,044)	-	-
-	-	-	-	1,226,507,283	-	-
-	-	-	-	113,221,169	-	-
-	-	-	-	-	-	-
-	-	2,592,070	76,938	521,646	-	-
-	-	35,531	3,842,831	-	-	-
-	-	7,111,847	6,243,040	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	157,256	44,766	739,710	-	-
-	-	8,703,488	16,865,617	-	-	272,432,795
-	-	-	-	-	296,575,000	-
$70,282,050	$3,713,361	$30,201,815	$38,330,639	$1,381,465,271	$296,575,000	$272,432,795

Proceeds of Bonds	Debt Service	Enterprise Funds	Internal Service Funds	Trust and Agency	General Long Term Debt	General Fixed Assets
$27,132,816	-	$ 6,123,801	$ 3,108,898	$ 13,245,454	$ -	$ -
-	-	289,871	316,628	129,624	-	-
-	376,919	877,824	3,497,266	36,927,760	-	-
-	305,000	-	-	-	296,575,000	-
-	-	3,985,000	13,393,114	-	-	-
27,132,816	681,919	11,276,496	20,315,906	50,302,838	296,575,000	-
-	-	-	-	-	-	272,432,795
43,149,234	3,031,442	-	-	-	-	-
-	-	-	573,952	-	-	-
-	-	-	-	1,331,162,433	-	-
-	-	-	-	-	-	-
-	-	34,242,389	4,818,966	-	-	-
-	-	(15,317,070)	12,621,815	-	-	-
-	-	-	-	-	-	-
43,149,234	3,031,442	18,925,319	18,014,733	1,331,162,433	-	272,432,795
$70,282,050	$3,713,361	$30,201,815	$38,330,639	$1,381,465,271	$296,575,000	$272,432,795

EXHIBIT II

GOVERNMENTAL FUNDS

COMBINED STATEMENT OF RESOURCES, EXPENDITURES AND CHANGES IN FUND EQUITY FOR THE YEAR ENDED JUNE 30, 1987

	Total (Memorandum Only)
REVENUES	
Taxes	
Unorganized Territories Tax	$ 15,036,221
Spruce Budwork Tax	153,718
Inheritance and Estate Tax	20,877,811
Individual Income Tax	422,027,144
Corporate Income Tax	69,517,049
Sales and Use Tax	438,598,443
Gasoline, Use Fuel and Motor Carrier Tax	92,533,514
Vehicle Registration and Drivers Licenses	50,332,829
Cigarette Tax	40,325,475
Public Utilities Tax	29,099,774
Insurance Tax	28,964,916
Hunting, Fishing and Related Licenses	10,416,842
Commission on Pari-Mutuels	1,583,461
Other Taxes	26,642,133
Total Taxes	1,246,109,331
Income from Investments	13,960,600
From Federal Government	558,539,245
From Cities Towns and Counties	6,150,140
Service Charge for Current Services	46,198,014
Transferred from Bureau of Alcoholic Beverages	35,293,903
Transferred from Lottery Commission	18,205,948
Other Revenues	55,272,963
	733,620,813
OTHER FINANCIAL RESOURCES	
Proceeds of General Obligation Bonds	18,653,779
Other	26,916,259
Total Revenues and Resources	2,025,300,182
EXPENDITURES	
General Government	232,410,550
Economic Development	46,028,708
Education and Culture	623,148,049
Human Services	678,785,094
Manpower	35,132,406
Natural Resources	42,651,864
Public Protection	40,560,229
Transportation	204,629,561
Other	22,471,860
Total Expenditures	1,925,818,320
Excess Resources Over (Under) Expenditures	99,481,862
FUND EQUITY July 1, 1986	234,385,581
FUND EQUITY July 30, 1987	$ 333,867,443

General Fund	Highway Fund	Other Special Revenue	Proceeds of Bonds	Debt Service
$ 4,930,713	$ -	$ 10,105,509	$ -	$ -
-	-	153,718	-	-
20,877,811	-	-	-	-
400,830,858	-	21,196,286	-	-
66,042,674	-	3,474,376	-	-
413,631,635	-	24,966,807	-	-
268,242	90,958,096	1,307,175	-	-
-	50,332,829	-	-	-
40,325,475	-	-	-	-
28,960,251	-	139,522	-	-
26,453,712	-	2,511,204	-	-
-	-	10,416,842	-	-
584,040	-	999,421	-	-
14,391,621	1,058,117	11,192,395	-	-
1,017,297,033	142,349,042	86,463,256	-	-
7,415,267	1,143,123	2,471,267	54,307	2,876,637
302,699	-	558,236,540	-	-
790,043	(377)	5,360,474	-	-
19,791,313	7,632,768	16,697,415	-	2,076,519
30,054,237	-	5,239,666	-	-
18,205,948	-	-	-	-
23,947,711	832,283	30,492,967	-	-
100,507,220	9,607,796	618,498,329	54,307	4,953,156
-	-	-	18,653,779	-
(5,416,510)	16,178,807	(1,228,360)	19,782,323	(2,400,000)
1,112,387,742	168,135,645	703,733,230	38,490,408	2,553,156
119,796,863	12,424,181	96,421,813	1,633,662	2,134,030
18,743,453	104,499	27,180,756	-	-
555,867,506	-	58,451,237	8,829,305	-
314,022,609	-	363,544,326	1,218,159	-
2,135,866	-	32,996,539	-	-
18,133,541	-	24,406,192	112,131	-
13,423,476	15,862,941	11,273,812	-	-
3,067,340	139,481,135	61,222,742	858,344	-
-	-	-	22,471,860	-
1,045,190,655	167,872,756	675,497,418	35,123,461	2,134,030
67,197,088	262,889	28,235,813	3,366,947	419,126
73,161,108	45,074,885	73,754,985	39,782,287	2,612,317
$ 140,358,196	$ 45,337,773	$101,990,797	$43,149,234	$ 3,031,442

EXHIBIT III

GOVERNMENTAL FUNDS

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND OTHER RESOURCES
ACTUAL AND BUDGET
GENERAL, HIGHWAY AND OTHER SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 1987

	GENERAL FUND	
	ACTUAL	BUDGET
REVENUES		
Taxes	$1,017,297,033	$1,008,134,123
Fines, Forfeits and Penalties	15,583,145	13,939,636
Income from Investments	7,415,270	6,198,000
Intergovernmental Revenue	1,092,742	1,414,047
Revenue from Private Sources	886,473	570,325
Service Charges for Current Services	19,791,313	22,316,012
Transferred from Alcoholic Beverage and Lottery Commissions	48,260,186	48,675,698
Other Revenues	7,478,094	7,711,235
Total Revenues	1,117,804,255	1,108,959,076
Other Financial Resources (Uses)	(5,416,510)	-
TOTAL REVENUES AND RESOURCES	1,112,387,745	1,108,959,076
EXPENDITURES		
General Government	119,796,863	116,544,485
Economic Development	18,743,453	18,674,892
Education and Culture	555,867,506	556,126,601
Human Services	314,022,609	315,890,099
Manpower	2,135,866	2,175,223
Natural Resources	18,133,541	18,463,934
Public Protection	13,423,476	13,729,841
Transportation	3,067,340	3,167,818
TOTAL EXPENDITURES	1,045,190,655	1,044,772,893
Excess Resources Over (Under) Expenditures	67,197,090	64,186,183
FUND EQUITY July 1, 1986	73,161,108	42,010,817
FUND EQUITY June 30, 1987	$ 140,358,198	$ 106,197,000

HIGHWAY FUND		OTHER SPECIAL REVENUE FUNDS	
ACTUAL	BUDGET	ACTUAL	BUDGET
$142,349,042	$137,539,674	$ 86,463,256	$ 96,730,806
717,399	666,831	866,227	966,889
1,143,123	1,000,000	2,471,267	1,529,775
(377)	23,876	563,597,014	675,298,070
-	-	24,041,332	25,577,416
7,632,768	7,993,168	16,697,416	18,422,370
-	-	5,239,666	4,992,300
114,884	85,770	5,585,408	15,828,947
151,956,838	147,309,319	704,961,585	839,346,573
16,178,807	9,000,000	(1,228,360)	-
168,135,645	156,309,319	703,733,225	839,346,573
12,424,181	11,456,466	96,421,813	141,741,451
104,499	-	27,180,756	28,382,960
-	-	58,451,237	81,708,558
-	-	363,544,326	410,646,604
-	-	32,996,539	58,396,800
-	-	24,406,192	34,494,935
15,862,941	16,194,922	11,273,812	17,765,423
139,481,135	140,106,074	61,222,742	88,929,388
167,872,756	167,757,462	675,497,418	862,066,119
262,889	(11,448,143)	28,235,807	(22,719,546)
45,074,885	30,585,084	73,754,985	(26,915,965)
$ 45,337,773	$ 19,136,941	$101,990,792	$ (49,635,511)

EXHIBIT IV

GOVERNMENTAL FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Appropriations	
		Legislature	Governor
GENERAL GOVERNMENT			
Attorney General Department	$ 218,291	$ 4,782,565	$ -
Audit Department	(1,645)	1,113,558	-
Executive Department	36,077,640	58,251,668	469,500
Finance Department	8,901,130	36,620,110	-
Administration Department	8,514,331	10,792,888	-
Accident Sickness Health Insurance	194,585	-	-
Compensation and Benefit Plans	3,433,730	9,308,180	-
Judicial Department	217,969	20,910,405	-
Legislative Department	123,074	10,757,749	-
Secretary of State Department	554,789	13,705,228	46,000
Treasurer of State	2,613,780	37,807,330	-
Personnel Department	7,931	1,313,965	-
Other	94,133	1,475,245	-
	60,949,738	206,838,891	515,500
ECONOMIC DEVELOPMENT			
Agriculture Food and Rural Resources Dept.	2,387,139	5,063,734	-
Business Regulation Department	5,279,455	522,875	13,500
Marine Resources Department	1,118,484	5,413,329	-
Independent Agencies	4,462,999	3,626,691	-
Other	1	4,463,838	-
	13,248,078	19,090,467	13,500
EDUCATION AND CULTURE			
Education and Cultural Services Department			
Administration	735,655	3,298,708	-
General Purpose Aid	1,159,095	313,465,000	-
Local School Nutrition Program	22,343	-	-
Vocational Education	2,560,916	19,493,661	-
Teachers Retirement	-	68,642,767	-
Children-Low Income and Exceptional	360,318	62,542	-
Independent Agencies			
Maine Maritime Academy	-	4,133,505	-
University of Maine	2,596	101,026,132	-
Other Programs	12,035,421	53,344,554	75,574
	16,876,344	563,466,869	75,574

				Unexpended Balance June 30, 1987	
Dedicated Revenue	Transferred In/(Out)	Total Available	Expenditures	Lapsed	Carried
$ 721,690	$ 359,916	$ 6,082,462	$ 5,671,040	$ 22,893	$ 388,530
321,903	572	1,434,388	1,188,925	191,883	53,580
5,882,833	(3,644,956)	97,036,685	52,520,399	12,154,034	32,362,252
10,078,442	(24,635,252)	30,964,430	18,487,258	603,844	11,873,328
258,115	1,237,471	20,802,805	12,882,472	394,477	7,525,856
531,959	-	726,544	513,976	-	212,568
-	(6,533,266)	6,208,644	-	-	6,208,644
23,391	532,267	21,684,032	21,480,309	9,434	194,289
-	694,479	11,575,302	11,271,561	-	303,742
35,665	(46,379)	14,295,303	13,470,671	279,801	544,831
54,590,625	17,448	95,029,183	91,852,966	144,057	3,032,160
-	149,819	1,471,715	1,459,512	7,995	4,208
112,085	66,933	1,748,396	1,611,461	14,513	122,423
72,556,708	(31,800,948)	309,059,889	232,410,550	13,822,931	62,826,411
8,896,876	89,446	16,437,195	12,966,016	78,382	3,392,795
4,475,941	36,825	10,328,596	5,703,145	71,797	4,553,654
1,025,078	198,502	7,755,393	6,249,352	127,441	1,378,600
8,368,229	1,732,940	18,190,859	14,966,985	19,305	3,204,569
-	1,700,000	6,163,839	6,143,210	20,629	-
22,766,124	3,757,713	58,875,882	46,028,708	317,554	12,529,618
213,882	149,007	4,397,253	3,557,166	131,370	708,717
-	(1,149,682)	313,474,413	309,565,708	-	3,908,705
13,322,584	(6,317)	13,338,610	13,332,970	-	5,640
8,455,364	11,032,449	41,542,390	37,854,236	36,646	3,651,509
-	-	68,642,767	68,642,761	6	-
23,987,651	(426,825)	23,983,686	23,846,672	1,384	135,631
-	89,000	4,222,505	4,222,505	-	-
-	13,601,031	114,629,759	112,227,163	-	2,402,596
8,519,596	4,088,807	78,063,950	61,480,289	304,604	16,279,064
54,499,077	27,377,470	662,295,333	634,729,460	474,010	27,091,862

EXHIBIT IV

GOVERNMENTAL FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Appropriations	
		Legislature	Governor
HUMAN SERVICES			
Human Services Department			
Administration	$ 512,836	$ 26,737,149	$ -
Bureau of Health	721,599	5,582,929	-
Bureau of Social Welfare	283,994	3,905,525	-
Child Welfare Services	20,437	5,277,289	-
Bureau of Rehabilitation	1,359,530	7,346,146	-
Bureau of Maine's Elderly	228,634	4,002,719	-
Other	11,142,204	155,533,771	-
Mental Health and Mental Retardation Department			
Department Operations	100,854	2,123,848	-
Augusta Mental Health Inst.	275,286	15,952,226	-
Bangor Mental Health Inst.	183,101	14,048,388	-
Pineland Center	181,450	17,046,607	-
Other Programs	2,949,064	34,101,496	-
Corrections Department			
Administration	164,423	1,046,325	-
Community Correctional Services	111,403	1,776,896	-
Correctional Improvement Fund	1,750	1,063,200	-
Maine Youth Center - South Portland	153,530	6,618,522	-
Maine Correctional Center	149,885	9,244,597	-
Downeast Correctional Facility	499,103	1,671,630	-
State Prison	231,507	11,260,447	-
Independent Agencies			
Other	1,365,682	6,139,951	-
	20,636,272	330,479,661	-
MANPOWER			
Labor Department			
Bureau of Labor	1,326,588	1,431,500	-
Employment Security Commission	391,914	-	-
Other	131,421	820,950	-
	1,849,923	2,302,450	-
NATURAL RESOURCES			
Conservation Department			
Administration	86,268	643,268	-
Bureau of Forestry	752,324	7,747,926	-
Bureau of Geology	196,098	860,040	-
Bureau of Parks and Recreation	1,707,395	3,674,195	-
Other	2,688,875	1,088,542	-
Environmental Protection Department	4,894,432	3,999,111	-
Inland Fisheries and Wildlife Department	3,351,437	306,463	-
Independent Agencies	26,148	26,612	-
	13,702,977	18,346,157	-

Dedicated Revenue	Transferred In/(Out)	Total Available	Expenditures	Unexpended Balance June 30, 1987	
				Lapsed	Carried
$ 90,622	$11,501,469	$ 38,842,076	$ 38,429,713	$ 75,940	$ 336,423
11,754,190	(143,678)	17,915,040	16,749,237	32,744	1,133,059
13,926,598	(6,837,219)	11,278,898	10,470,069	115,941	692,890
1,291,514	(49,594)	6,539,646	6,530,812	-	8,833
12,522,760	2,143,433	23,371,869	21,645,136	129,190	1,597,543
5,247,821	(20,467)	9,458,707	8,825,046	53,043	580,618
293,518,221	(3,325,922)	456,868,274	443,537,301	979,049	12,351,924
-	(3,818)	2,220,884	2,037,596	17,492	165,796
461,961	951,075	17,640,548	17,318,647	195	321,706
181,745	989,360	15,402,594	15,201,524	3,938	197,133
92,404	1,265,667	18,586,128	18,380,135	3,290	202,703
1,314,437	702,511	39,067,508	36,273,841	250,647	2,543,020
221,888	(62,677)	1,369,959	1,144,409	124,405	101,145
38,815	-	1,927,114	1,568,293	37,569	321,252
-	-	1,064,950	927,605	130,014	7,331
3,831	384,104	7,159,987	7,027,419	946	131,622
35,986	140,352	9,570,820	9,372,772	1,906	196,142
-	45,493	2,216,226	2,193,758	7,321	15,147
13,177	5,299,717	16,804,848	12,924,181	25,740	3,854,927
1,400,240	792,038	9,697,911	8,227,600	97,144	1,373,162
342,116,210	13,771,844	707,003,987	678,785,094	2,086,514	26,132,376
689,461	(26,266)	3,471,283	2,022,861	9,966	1,438,456
16,018,324	339,707	16,749,945	16,481,357	-	268,588
16,597,027	(502,777)	17,046,621	16,628,187	12,199	406,234
33,304,812	(189,336)	37,267,849	35,132,405	22,165	2,113,278
35,295	121,430	886,261	764,713	2,438	119,110
895,697	202,043	9,597,990	8,451,723	12,478	1,133,788
88,833	43,637	1,188,607	918,820	-	269,787
145,696	22,028	5,549,315	3,667,502	42,417	1,839,398
4,016,519	263,369	8,057,304	3,860,235	58,781	4,138,288
6,186,622	23,430,479	38,510,645	20,667,241	96,496	17,746,908
15,042,074	939,565	19,639,540	13,794,782	33,463	5,811,295
1,066,486	(2,758)	1,116,488	1,021,813	467	94,208
27,477,222	25,019,793	84,546,150	53,146,829	246,540	31,152,782

EXHIBIT IV

GOVERNMENTAL FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Appropriations	
		Legislature	Governor
PUBLIC PROTECTION			
Military, Civil Emergency Preparedness And Veterans Services	$ 968,483	$ 4,977,222	$ -
Public Safety Department	2,434,904	22,205,395	-
	3,403,387	27,182,617	-
TRANSPORTATION			
Transportation Department			
Administration	3,239,534	8,344,607	-
Construction of Highways	11,793,379	30,601,932	-
Maintenance of Highways	10,849,932	61,536,064	-
Bureau of Transportation Services	11,882,984	3,273,886	-
Debt Service	-	16,370,004	-
Other	3,694,436	1,448,143	-
	41,460,265	121,574,636	-
	$172,126,984	$1,289,281,748	$ 604,574

DETAIL OF FUNDS			
General Fund	$ 28,945,299	$1,070,583,411	$ 604,574
Highway Fund	27,397,404	145,754,625	-
Other Special Revenue Funds	93,638,621	72,943,712	-
Proceeds of Bonds	19,533,344	-	-
*Debt Service Fund	2,612,316	-	-
	$172,126,984	$1,289,281,748	$ 604,574

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*The Debt Service Fund is net of General and Highway Funds transfers and expenditures.

Dedicated Revenue	Transferred In/(Out)	Total Available	Expenditures	Unexpended Balance June 30, 1987 Lapsed	Carried
$ 7,136,012	$ 4,028,168	$ 17,109,885	$ 13,033,183	$ 181,659	$ 3,895,044
4,138,979	1,590,216	30,369,494	27,527,044	429,163	2,413,283
11,274,991	5,618,384	47,479,379	40,560,230	610,822	6,308,327
1,102,742	(506,756)	12,180,127	8,113,092	195.158	3,871,877
60,735,952	14,994,998	118,126,261	102,361,723	-	15,764,538
-	671,655	73,057,651	67,345,924	-	5,711,727
21,591	1,227,668	16,406,129	4,317,675	104,667	11,983,787
-	-	16,370,004	16,173,361	196,642	-
4,971,648	(647,436)	9,466,790	6,713,272	-	2,753,526
66,831,933	15,740,129	245,606,963	205,025,047	496,467	40,085,455
$ 630,827,077	$ 59,295,049	$ 2,152,135,432	$ 1,925,818,320	$ 18,077,003	$ 208,240,109

$ -	$ (14,981,043)	$ 1,085,152,241	$ 1,045,190,655	$ 3,997,173	$ 35,964,413
-	19,621,104	192,773,133	167,87[illegible]56	796,149	24,104,228
625,819,614	(1,630,057)	790,771,890	675,497,418	13,283,681	101,990,791
54,307	58,685,045	78,272,696	35,123,461	-	43,149,235
4,953,156	(2,400,000)	5,165,472	2,134,030	-	3,031,442
$ 630,827,077	$ 59,295,049	$ 2,152,135,432	$ 1,925,818,320	$ 18,077,003	$ 208,240,109

EXHIBIT V

GOVERNMENTAL FUNDS

Combined Statement of Expenditures by Character and Object
For the Years Ended June 30, 1987 and 1986

	1987	1986
PERSONAL SERVICES		
Salaries and Wages	$ 287,062,087	$ 263,979,643
Retirement Costs	53,357,003	49,285,138
Health Insurance and Other Fringe Benefits	18,119,776	17,115,486
Unemployment Reimbursements	639,871	1,165,881
	359,178,738	331,546,148
CONTRACTUAL SERVICES		
Professional Fees and Special Services	44,208,911	42,022,372
Traveling Expenses	10,268,540	9,689,293
Operating State-Owned Vehiches	3,703,076	4,030,846
Utilitiy Services	13,149,779	12,353,376
Rents	27,940,185	26,162,551
Repairs and Insurance	10,355,778	5,665,809
General Operating Expenses	21,907,518	20,821,629
	131,533,787	120,745,876
COMMODITIES		
Foods	3,271,292	2,972,303
Fuels	2,511,889	3,404,340
Highway Materials	11,742,245	9,570,001
Office and Other Supplies	12,975,221	11,010,067
	30,500,647	26,956,711
GRANTS, SUBSIDIES AND PENSIONS		
To Other Governmental Agencies	444,891,521	406,870,279
To Public and Private Organizations	272,458,790	220,261,381
To Individuals:		
Aid to Families with Dependent Children	97,663,164	92,134,109
Supplemental Social Security Income	12,814,411	12,356,597
Assistance and Medical Care	334,509,779	312,726,445
Unemployment, Pension and Compensation for Injuries	11,533,253	7,679,804
	1,173,870,917	1,052,028,615
CAPITAL OUTLAYS	93,264,315	101,562,196
DEBT SERVICE		
Principal	36,245,000	36,338,443
Interest	21,478,787	20,407,731
	57,723,787	56,746,174
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS		
Maine State Retirement System	68,962,412	66,809,307
Transfers to Other Funds	10,783,716	8,520,998
	79,746,128	75,330,305
Total Expenditures	$1,925,818,320	$1,764,916,025

EXHIBIT VI

ENTERPRISE AND INTERNAL SERVICE FUNDS

COMBINED STATEMENT OF OPERATIONS AND CHANGES IN RETAINED EARNINGS FOR THE YEAR ENDED JUNE 30, 1987

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
REVENUES		
Sales	$130,135,866	$ -
Intergovernmental Billings	-	41,067,039
Gross Income	130,135,866	41,067,039
Cost of Goods Sold	78,999,049	17,082,660
Net Income	51,136,817	23,984,379
Fees and Licenses	16,233,566	-
	67,370,383	23,984,379
EXPENDITURES		
Personal Services	7,443,201	10,388,762
General Operating Expenses	7,906,944	9,029,740
Depreciation	144,188	3,646,357
	15,494,333	23,064,859
Net Operating Income	51,876,050	919,520
NON-OPERATING REVENUE (EXPENSES)		
Adjustment of Prior Year Transactions	-	(449,728)
Interest Income	749,169	726,839
Other Non-Operating Income	(107,895)	1,142,200
Interest Expense	-	(73,673)
	641,274	1,345,639
Net Income	52,517,325	2,265,158
RETAINED EARNINGS (DEFICIT) July 1, 1986	(14,334,543)	10,356,657
TRANSFERRED TO OTHER FUNDS	(53,499,851)	-
RETAINED EARNINGS (DEFICIT) June 30, 1987	$(15,317,070)	$12,621,815

EXHIBIT VII

ENTERPRISE AND INTERNAL SERVICE FUNDS

COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1987

	ENTERPRISE FUNDS	INTERNAL SERVICE FUNDS
SOURCE OF FUNDS		
Net Income	$52,517,325	$ 2,265,158
Add: Depreciation	144,188	3,646,357
	52,661,512	5,911,516
Transferred from Governmental Funds	2,029,464	277,918
	54,690,976	6,189,434
APPLICATION OF FUNDS		
Purchase of Plant and Equipment	270,035	7,666,416
Transferred to Other Funds	53,537,701	-
	53,807,736	7,666,416
Increase (Decrease) in Working Capital	$ 883,240	$(1,476,983)
ANALYSIS OF CHANGES IN WORKING CAPITAL		
Increase (Decrease) in Current Assets		
Cash	$ 2,771,804	$ 375,978
Accounts Receivable	110,463	1,596,658
Inventories	367,201	1,945,855
Other Assets	74,872	(81,637)
	3,324,340	3,836,854
Decrease (Increase) in Current Liabilities		
Accounts Payable	(2,010,896)	(4,713,922)
Other Current Liabilites	(430,203)	(599,915)
	(2,441,099)	(5,313,836)
Increase (Decrease) in Working Capital	$ 883,240	$(1,476,983)

EXHIBIT VIII

TRUST FUNDS

COMBINED STATEMENT OF CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 1987

	Expendable Trusts		
	Retirement System	Other	Non-Expendable Trusts
REVENUES AND OTHER ADDITIONS			
Contributions			
Individuals	$ 75,226,837	$ 84,599,546	$ -
Employee Contributions	127,096,565	710,804	-
University of Maine System and Maine Maritime Academy	-	138,039,542	-
Cities, Towns and Counties	25,646,920	163,961,079	-
Interest and Dividends	38,337,788	5,746,802	-
Gain (Loss) on Sales of Investments	92,035,533	992,483	1,110,883
Other Additions or Adjustments	(1,522,457)	(28,243,770)	71,962
Total Additions	356,821,185	365,806,485	1,182,845
EXPENDITURES AND OTHER DEDUCTIONS			
Benefit Payments	135,646,948	-	-
Refunds and Interest Allowed	31,910,146	-	-
Health and Group Life Insurance	2,904,785	5,179,318	-
Payroll Taxes and Deductions	-	135,638,033	-
Administrative Expenses	2,659,652	96,931	24
Refunds of Trust Deposits, Other Disbursements and Transfers	76,270	194,484,308	-
Total Deductions	173,197,800	335,398,591	24
Net Additions	183,623,386	30,407,894	1,182,820
FUND BALANCE July 1, 1986	953,070,590	154,774,230	8,103,513
FUND BALANCE June 30, 1987	$1,136,693,976	$185,182,124	$ 9,286,333

GENERAL FUND

The General Fund is the largest of the State's operating funds. Its purpose is to finance all State Government activities not specifically financed by dedicated revenue.

The General Fund unappropriated fund balance was $60.2 million at June 30, 1987 as compared to $9.7 million at June 30, 1986.

Revenues increased from $948 million in 1986 to $1,117 million in 1987 while the expenditures increased from $950 million to $1,045 million.

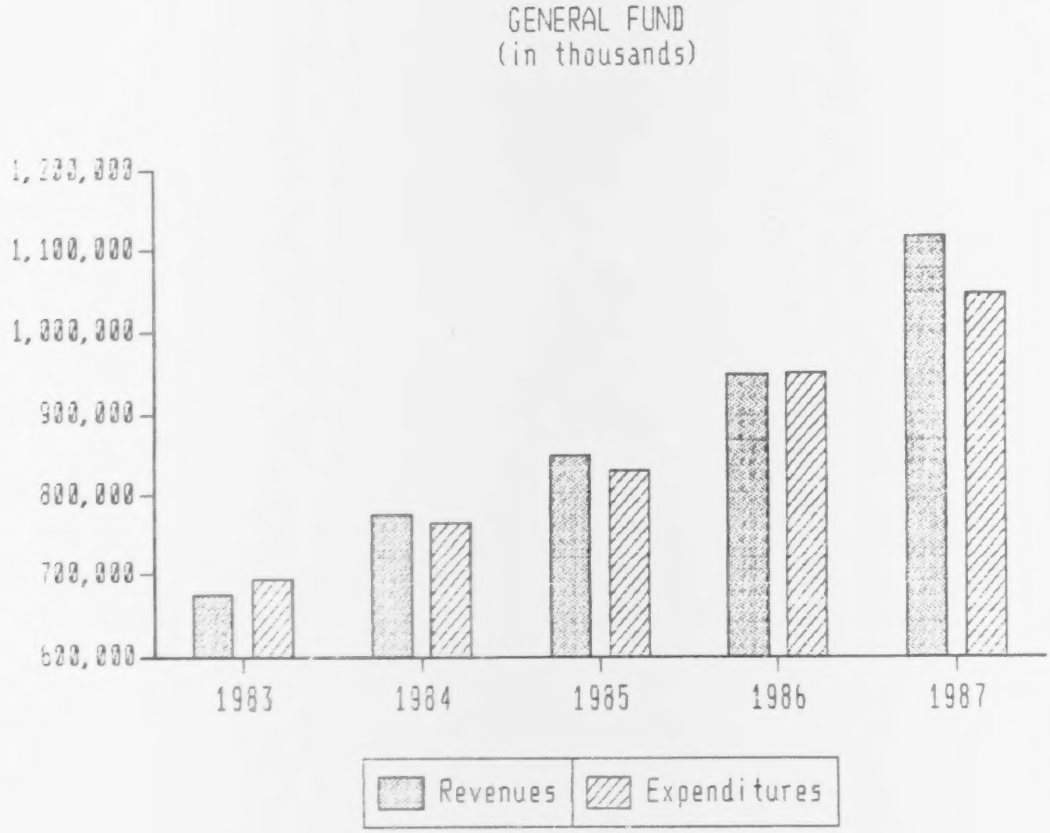

EXHIBIT A-1

GENERAL FUND

COMPARATIVE BALANCE SHEET

	June 30,	
	1987	1986
ASSETS		
Equity in Treasurer's Cash Pool	$138,784,911	$72,984,522
Cash - Other	112,130	682,431
Accounts Receivable		
Tax Accounts	21,064,469	20,975,051
Other	4,988,514	3,115,137
	26,052,983	24,090,188
Less Allowance for Possible Losses	11,717,426	9,492,353
Net Accounts Receivable	14,335,557	14,597,835
Due from Other Funds	332,715	417,820
Working Capital Advances to Other Funds	4,361,000	4,361,000
Advance from Highway Garage	190,634	-
Other Assets	2,746,298	1,305,898
	$160,863,245	$94,349,506
LIABILITIES AND EQUITY		
Liabilities		
Accounts Payable	$ 7,788,086	$ 5,657,138
Due to Other Funds	7,701,332	5,626,952
Other Liabilities	5,015,629	9,904,307
	20,505,047	21,188,397
Equity		
Appropriated:		
Encumbrances	10,269,637	9,115,937
Authorized Expenditures	25,694,776	20,117,115
State Contingent Account	600,000	675,000
Operating Capital	14,000,000	13,000,000
Tax Adjustment Reserve Fund	73,000	-
Guarantee Reserve Fund	-	6,086,945
Rainy Day Fund	25,000,000	9,969,161
Working Capital Advances	4,361,000	4,361,000
Advance to Other Funds	146,000	146,000
	80,144,413	63,471,158
Unappropriated Equity	60,213,785	9,689,951
	140,358,198	73,161,109
	$160,863,245	$94,349,506

EXHIBIT A-2

GENERAL FUND

ANALYSIS OF CHANGES IN FUND BALANCE

	Years Ended June 30,	
	1987	1986
Balance at Beginning of Year	$ 9,689,951	$ 21,104,674
Adjustment of Prior Year Transactions	540,391	415,929
	10,230,342	21,520,603
Additions:		
Revenues	1,117,804,255	948,570,405
Interest Earned for Rainy Day Fund	430,839	-
Appropriation of Balances Carried Forward Beginning of Year (Adjusted)	28,945,299	26,881,409
Repayment of Appropriated Receivables, Advances, Etc.	-	33,333
Decrease in Guarantee Reserve Fund	300,000	1,113,655
Decrease in Contingent Account Balance	75,000	-
Repayment from F.A.M.E.	-	400,000
Transfers from Other Funds (net)	2,410,420	671,191
Total Additions	1,149,965,814	977,669,993
Deductions:		
Expenditures	1,045,190,655	950,501,988
Appropriation Balances Carried Forward at End of Year	35,964,413	29,233,052
Increase in Reserve for Working Capital	1,000,000	1,000,000
Increase in Rainy Day Fund	15,030,839	8,665,605
Working Capital Advance	-	100,000
Transfers to Other Funds (net)	2,796,463	-
Total Deductions	1,099,982,370	989,500,645
Balance at End of Year	$ 60,213,785	$ 9,689,951

EXHIBIT A-3

GENERAL FUND

COMPARATIVE STATEMENT OF REVENUES

	Year Ended June 30,		
TAXES	1987	1986	Budget
Property Taxes			
Unorganized Territories Tax	$ 4,930,713	$ 4,340,547	$ 5,142,507
Other Property Taxes	9,880,073	14,452,709	9,198,226
Inheritance and Estate Tax	20,877,811	14,104,401	21,039,000
Sales and Use Tax	413,631,635	360,687,867	412,569,612
Cigarette Tax	40,325,475	37,718,229	40,400,500
Income Taxes			
Individual Income Tax	400,830,858	318,560,697	393,367,615
Corporate Income Tax	66,042,674	51,122,719	65,143,900
Taxes of Specific Businesses or Occupations:			
Corporations	950,145	862,048	776,600
Public Utilities	28,960,251	30,938,968	28,986,000
Insurance Tax	26,453,712	21,711,900	27,491,000
Commission on Pari-Mutuels	584,040	546,767	450,750
Other	3,561,403	3,095,244	3,301,413
Other Taxes	268,242	274,811	267,000
Total Taxes	1,017,297,033	858,416,906	1,008,134,123
FINES, FORFEITS AND PENALITES	15,583,145	12,760,281	13,939,636
INCOME FROM INVESTMENTS	7,415,267	7,312,305	6,198,000
INTERGOVERNMENTAL REVENUES:			
Federal Government	302,699	594,670	642,479
Cities, Towns and Counties	790,043	709,515	771,568
REVENUES FROM PRIVATE SOURCES	886,473	875,423	570,325
SERVICE CHARGES FOR CURRENT SERVICES	19,791,313	18,116,839	22,316,012
TRANSFERRED FROM THE BUREAU OF ALCOHOLIC BEVERAGES	30,054,237	30,663,126	30,475,698
TRANSFERRED FROM THE LOTTERY COMMISSION	18,205,948	11,845,910	18,200,000
CONTRIBUTIONS FROM OTHER FUNDS	7,163,362	7,017,744	7,427,545
MISCELLANEOUS	314,732	257,686	283,690
	$1,117,804,252	$948,570,405	$1,108,959,076

EXHIBIT A-4

GENERAL FUND

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Legislative	Contingent Account
GENERAL GOVERNMENT			
Attorney General Department	$ 28,422	$ 4,782,565	$ -
Audit Department	(4,500)	1,113,558	-
Executive Department			
Governor's Office	43,525	1,459,777	394,500
Blaine House	615	184,477	-
State Development Office	169,984	2,991,423	-
State Planning Office	180,121	1,222,666	-
Energy Resources	26,847	592,035	-
Community Services	418,918	3,496,425	75,000
Other	-	-	-
Finance Department			
Commissioner's Office	-	133,435	-
Administrative Services	-	456,717	-
Bureau of Accounts and Control	7,125	1,787,101	-
Bureau of Budget	-	514,948	-
Bureau of Taxation	60,458	13,970,909	-
Compensation and Benefit Plans	3,433,730	9,308,180	-
Other	-	19,757,000	-
Administration Department			
Commissioner's Office	-	50,182	-
Administrative Services			
Bureau of Public Improvements	6,570,449	9,461,710	-
Bureau of Purchases	1,676	522,402	-
Risk Management	-	186,474	-
Other			
Judicial Department			
Supreme, Superior and District Courts	102,934	20,880,405	-
Legislative Department			
Legislature	30,858	10,451,085	-
Other	68,903	306,664	-
Secretary of State Department			
Secretary of State	9,471	1,060,162	46,000
State Archives	-	517,294	-
Treasurer of State			
Department Operations	-	697,173	-
Debt Service	-	37,110,157	-
Independent Agencies			
Maine Indian Tribal Commision	-	22,500	-
Human Resource Department	7,931	1,313,965	-
Other	2,501	1,452,745	-
	11,159,968	145,804,134	515,500

			Unexpended Balance June 30,1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ 51,548	$ 4,862,535	$ 4,809,051	$ 22,893	$ 30,591	$ -
572	1,109,630	907,604	191,883	10,143	-
39,601	1,937,403	1,751,264	95,732	85,407	5,000
-	185,092	176,834	8,096	162	-
(25,000)	3,136,407	2,951,004	-	183,261	2,143
-	1,402,787	1,237,689	63,103	101,995	-
-	618,882	539,443	62,768	16,671	-
(5,000)	3,985,343	3,474,956	-	347,706	162,681
-	-	-	-	-	-
18,000	151,435	151,161	274	-	-
(195,716)	261,001	258,525	2,476	-	-
110,000	1,904,226	1,876,145	8,651	19,430	-
18,000	532,948	515,520	17,428	-	-
(246,000)	13,785,367	13,135,115	374,515	275,737	-
(6,533,266)	6,208,644	-	-	-	6,208,644
(19,300,000)	457,000	252,900	200,500	3,600	-
29,621	79,803	79,726	77	-	-
257,217	257,217	257,133	84	-	-
(1,544,072)	14,488,087	9,429,652	375,562	1, 051,582	3,631,291
(12,155)	511,923	511,897	26	-	-
(33,830)	152,644	145,448	7,196	-	-
-	-	-	-	-	-
496,267	21,479,606	21,385,220	26	51,184	43,176
694,479	11,176,422	11,134,714	-	10,850	30,859
-	375,567	136,847	-	-	238,720
15,314	1,130,947	1,118,839	1,931	10,177	-
-	517,294	489,777	24,050	3,467	-
17,448	714,621	664,325	50,296	-	-
2,400,000	39,510,157	39,416,396	93,761	-	-
-	22,500	9,817	12,683	-	-
149,819	1,471,715	1,459,512	7,995	4,208	-
66,933	1,522,179	1,520,349	1,830	-	-
(32,530,220)	133,949,382	119,796,863	1,623,836	2,206,171	10,322,51

EXHIBIT A-4

GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Legislative	Contingent Account
ECONOMIC DEVELOPMENT			
Agriculture Department	$ 109,037	$ 5,063,734	$ -
Business Regulation Department	7,611	522,875	13,500
Marine Resources Department	222,501	5,413,329	-
Independent Agencies			
Workers Compensation Commission	429,053	2,828,567	-
Public Utilities Commission	-	798,124	-
Other	1	4,338,710	-
	768,203	18,965,339	13,500
EDUCATION AND CULTURAL SERVICES			
Education and Cultural Services Department			
Administration	682,181	2,725,220	-
General Purpose Aid for Local Schools	1,159,095	313,465,000	-
Other Local School Progams	4,051	29,374,460	-
Schooling of Children in Unorganized Territories	572,601	4,125,964	-
Vocational Education			
Administration	3,820	591,594	-
Post Secondary	-	50,000	-
Central Maine Voc. Tech. Institute	80,436	2,964,309	-
Eastern Maine Voc. Tech. Institute	30,443	3,014,350	-
Kennebec Valley Voc. Tech. Institute	56,513	1,689,575	-
Northern Maine Voc. Tech. Institute	19,016	3,668,264	-
Southern Maine Voc. Tech. Institute	150,583	5,472,085	-
Washington County Voc. Tech. Institute	158,325	2,043,484	-
Adult Education	33,900	2,668,106	-
Grant/Loan Scholarship	240,470	1,360,393	-
Teachers Retirement	-	68,642,767	-
Governor Baxter School for the Deaf	440,671	2,809,742	-
Other Education Programs	95,672	6,713,309	-
State Historian	730	500	-
Maine Historic Preservation Comm.	340	141,629	-
Arts and Humanities	5,750	472,867	10,000
State Library	54,230	2,611,924	65,574
Museum	117,555	1,144,504	-
Independent Agencies			
Maine Maritime Academy	-	4,133,505	-
University of Maine	2,596	101,026,132	-
Maine Historical Society	-	28,076	-
	3,908,978	560,937,759	75,574

			Unexpended Balance June 30, 1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ 13,027	$ 5,185,798	$ 4,941,477	$ 78,382	$ 73,515	$ 92,422
(7,290)	536,696	463,563	71,797	1,336	-
34,589	5,670,419	5,353,351	127,441	170,702	18,925
7,815	3,265,435	2,845,804	19,303	39,136	361,192
2,425	800,549	800,547	2	-	-
	4,338,711	4,338,711	-	-	-
50,566	19,797,608	18,743,453	296,925	284,688	472,541
108,932	3,516,333	2,796,499	56,555	663,279	-
(1,149,682)	313,474,413	309,565,708	-	-	3,908,705
(64,954)	29,313,557	28,735,542	29,793	-	548,222
13,000	4,711,565	4,202,849	-	421,265	87,451
2,647	598,061	561,415	36,646		
-	50,000	50,000	-		
90,715	3,135,460	3,107,028	-	17,845	10,587
121,465	3,166,258	3,150,484	-	10,955	4,819
80,925	1,827,013	1,763,634	-	7,996	55,383
207,258	3,894,538	3,849,592	-	27,353	17,593
249,424	5,872,092	5,794,600	-	73,960	3,532
98,411	2,300,220	2,145,445	-	58,109	96,666
(50,000)	2,652,006	2,649,159	2,847	-	-
-	1,600,863	1,353,674	-	-	247,189
-	68,642,767	68,642,761	6	-	-
(3,400)	3,247,013	2,862,193	34,042	92,705	258,073
(1,429,680)	5,379,301	5,201,356	51,129	96,763	30,053
-	1,230	250	-	-	980
-	141,969	138,156	3,813	-	-
-	488,617	468,863	13,087	6,667	-
-	2,731,728	2,405,914	117,252	199,125	9,437
-	1,262,059	1,145,673	49,729	63,054	3,603
89,000	4,222,505	4,222,505	-	-	-
-	101,028,728	101,026,132	-	-	2,596
-	28,076	28,076	-	-	-
(1,635,939)	563,286,372	555,867,508	394,899	1,739,077	5,284,888

EXHIBIT A-4

GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Legislative	Contingent Account
HUMAN SERVICES			
Human Services Department			
Administration	$ 15,638	$ 23,625,045	$ -
Bureau of Health	90,389	5,582,929	-
Medical Care Administration	172,448	4,066,146	-
Medical Care Payments	4,258,297	81,583,335	-
Bureau of Social Welfare	226,027	3,905,525	-
Aid to Families with Dependent Children	387,107	25,426,560	-
General Assistance		6,950,000	-
Supplemental Security Income	214,158	12,740,435	-
Bureau of Resource Development	3,819	1,996,676	-
Purchased Services	11,647	5,369,246	-
Child Welfare Services	17,409	5,277,289	-
Bureau of Rehabilitation	197,530	5,538,021	-
Bureau of Maine's Elderly	150,582	4,002,719	-
Other	167,679	4,358,772	-
Mental Health and Mental Retardation Department			
Departmental Operations	100,854	2,123,848	-
Community Mental Health	158,839	7,962,245	-
Food	399	1,321,490	-
Fuel		446,302	-
Unemployment Compensation		91,379	-
Capital Construction, Repairs and Improv.	1,963,933	(5,500)	-
Childrens Mental Health Services	117,947	5,045,496	-
Military and Naval Children's Home	3,410	367,033	-
Augusta Mental Health Inst.	89,747	15,952,226	-
Bangor Mental Health Inst.	118,326	14,048,388	-
Community Mental Retardation Service	549,656	13,406,231	-
Pineland Center	152,027	17,046,107	-
Aroostook Residential Center	3,947	573,179	-
Elizabeth Levinson Center	2,410	1,511,374	-
Corrections Department			
Community Correctional Services	107,070	1,776,896	-
Probation and Parole	6,383	4,086,805	-
Correction Improvement Program	1,750	1,063,200	-
Administration	44,735	1,026,325	-
Fuel		423,393	-
Unemployment Compensation		25,750	-
Capital Construction, Repairs and Improv.	935,622	497,000	-
Maine Youth Center - South Portland	54,629	6,612,779	-
Charlestown Correctional Facility			-
Maine Correctional Center	82,745	9,244,597	-
Downeast Correctional Facility	493,703	1,671,630	-
State Prison	67,919	11,260,447	-
Independent Agencies			
Human Rights Commission	2,000	291,444	-
Other	15,682	680,616	-
	10,986,460	308,973,378	-

			Unexpended Balance June 30, 1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ 1,106,466	$ 24,747,149	$ 24,635,478	$ 57,834	$ 53,837	$ -
(128,993)	5,544,325	5,475,380	32,744	36,201	-
(66,110)	4,172,484	3,920,343	120,031	132,110	-
(14,397)	85,827,235	84,025,655	4,919	223,357	1,573,304
25,286	4,156,838	3,941,160	115,941	99,739	-
(9,408)	25,804,259	23,489,317	-	-	2,314,942
-	6,950,000	6,912,675	37,325	-	-
-	12,954,593	12,814,411	-	-	140,182
64,792	2,065,287	2,058,177	1,298	5,812	-
(8,731)	5,372,162	5,077,456	91,456	203,217	33
(12,885)	5,281,813	5,277,285	-	1,300	3,228
(110,345)	5,625,206	5,422,482	25,074	177,650	-
(13,929)	4,139,372	3,615,724	53,043	470,605	-
-	4,526,451	4,014,842	27,242	484,367	-
(3,818)	2,220,884	2,037,596	17,492	165,796	-
5,029	8,126,113	8,013,317	4,553	108,243	-
-	1,321,889	1,320,896	35	958	-
-	446,302	446,301	1	-	-
-	91,379	59,717	31,662	-	-
4,200	1,962,633	208,160	-	1,023,346	731,127
14,702	5,178,145	4,853,752	18,313	306,080	-
19,207	389,650	376,281	7,973	4,643	753
949,974	16,991,947	16,766,907	195	223,269	1,576
975,440	15,142,154	15,023,140	3,938	69,658	45,418
32,599	13,988,486	13,805,288	32,032	151,166	-
1,259,647	18,457,781	18,272,231	3,237	177,262	5,051
21,869	598,995	591,675	29	7,284	7
70,772	1,584,556	1,580,452	631	3,445	28
-	1,883,966	1,528,152	37,569	318,245	-
7,549	4,100,737	4,060,224	10,644	29,869	-
-	1,064,950	927,605	130,014	7,175	156
(62,677)	1,008,383	839,424	105,227	14,424	49,308
(9,800)	413,593	413,589	4	-	-
9,800	35,550	25,724	9,826	-	-
270,000	1,702,622	1,148,226	-	114,357	440,039
242,790	6,910,198	6,886,054	871	15,877	7,396
50,300	50,300	45,998	-	3,654	648
94,895	9,422,237	9,265,040	1,906	149,443	5,848
45,493	2,210,826	2,188,607	7,321	14,898	-
442,900	11,771,266	11,697,086	25,740	48,292	148
6,829	300,273	292,476	7,339	458	-
2,375	698,673	668,306	20,065	1,118	9,184
5,281,821	325,241,662	314,022,609	1,043,524	4,847,155	5,328,370

EXHIBIT A-4

GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Legislative	Contingent Account
LABOR			
Labor Department			
Bureau of Labor and Industry	$ 5,681	$ 1,481,500	$ -
Labor Relations Board	556	291,600	-
Other	23,957	529,350	-
	30,194	2,302,450	-
NATURAL RESOURCES			
Conservation Department			
Central Administration	108	643,268	-
Capital Construction, Repairs and Improv.	195,009	330,800	-
Bureau of Forestry	399,747	7,747,926	-
Bureau of Geology	16,435	860,040	-
Conservation Corps		121,690	-
Land Use Regulation Commission	30,091	636,052	-
Bureau of Parks and Recreation	22,909	3,674,195	-
Bureau of Public Lands			
Municipal Recreation Fund	28		-
Environmental Protection Department	137,456	3,999,111	-
Inland Fisheries and Wildlife Department			
Warden Services		78,531	-
Atlantic Sea Run Salmon Commission	46,228	227,932	-
Independent Agencies			
Saco River Corridor Commission		10,000	-
Atlantic State Marine Fisheries		16,612	-
Other			
	848,011	18,346,157	-
PUBLIC PROTECTION			
Military, Civil Emergency Preparedness And Veterans Services Department			
Administration		209,978	-
Military Bureau	35,335	2,924,193	-
Bureau of Civil Emergency Preparedness	10,112	725,497	-
Bureau of Veterans Services	2,196	1,122,554	-
Capital Construction, Repairs and Improv.	316,823	(5,000)	-
Public Safety Department			
State Police	109,893	5,236,178	-
Maine Criminal Justice Academy	7,795	561,171	-
Liquor Enforcement	1,808	787,201	-
Bureau of Capitol Security	1,059	270,631	-
Drug Trafficking	12,591	176,042	-
Capital Construction, Repairs and Improv.	16,672	(26,280)	-
	514,283	11,982,165	-

Transferred In/(Out)	Total Available	Expenditures	Unexpended Balance June 30, 1987		
			Lapsed	Encumbrances Carried	Unencumbered Balances
$ (15,622)	$ 1,471,559	$ 1,457,550	$ 9,966	$ 4,043	$ -
42,052	334,208	332,343	1,865	-	-
3,800	557,107	345,973	10,334	800	200,000
30,230	2,362,874	2,135,866	22,165	4,843	200,000
-	643,376	640,447	2,438	491	-
355,464	881,273	729,706	6,453	47,565	97,549
18,498	8,166,171	7,654,392	12,478	161,632	337,669
-	876,475	736,218	-	34,961	105,296
-	121,690	117,840	3,850	-	-
-	666,143	573,982	48,478	43,683	-
-	3,697,104	3,552,401	42,417	37,286	65,000
-	28	(0)	-	-	28
22,072	4,158,639	3,836,811	96,496	45,264	180,068
-	78,531	78,531	-	-	-
-	274,160	187,068	33,463	8,629	45,000
-	-	-	-	-	-
-	10,000	10,000	-	-	-
-	16,612	16,145	467	-	-
396,034	19,590,202	18,133,541	246,540	379,511	830,610
5,656	215,634	215,494	140	-	-
35,800	2,995,328	2,907,653	81,975	5,700	-
3,503,512	4,239,121	1,489,246	20,921	16,412	2,712,542
(38,200)	1,086,550	1,006,230	78,623	1,697	-
521,400	833,223	583,308	-	248,132	1,783
233,655	5,579,726	5,449,234	28,944	98,941	2,607
1,670	570,636	561,276	711	8,649	-
5,051	794,060	790,208	2,172	1,680	-
-	271,690	265,391	6,299	-	-
6,421	195,054	133,544	44,834	-	16,676
31,500	21,892	21,892	-	-	-
4,306,465	16,802,913	13,423,476	264,617	381,212	2,733,608

EXHIBIT A-4

GENERAL FUND

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Legislaive	Contingent Account
TRANSPORTATION			
Transportation Department			
Bureau of Public Transportation	$ 530,323	$ 400,000	$ -
Bureau of Waterways	156,073	1,952,195	-
Bureau of Aeronautics	33,495	921,691	-
Capital Construction, Repairs and Improv.	9,312	(1,857)	-
	729,203	3,272,029	-
	$ 28,945,299	$1,070,583,411	$ 604,574

Transferred In/(Out)	Total Available	Expenditures	Unexpended Balance June 30, 1987 Lapsed	Encumbrances Carried	Unencumbered Balances
$ -	$ 930,323	$ 408,628	$ -	$ 1,456	$ 520,239
100,000	2,208,268	1,814,062	-	392,200	2,006
-	955,186	832.576	104,667	17,943	-
20,000	27,455	12,074	-	15,381	-
120,000	4,121,232	3,067,340	104,667	426,980	522,245
$ (14,981,043)	$1,085,152,241	$1,045,190,655	$ 3,997,173	$ 10,269,637	$ 25,694,776

EXHIBIT A-5

GENERAL FUND

COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	Year Ended June 30, 1987	1986
PERSONAL SERVICES		
Salaries and Wages	$ 166,985,319	$153,262,281
Retirement Costs	31,335,264	27,687,517
Health Insurance and Other Fringe Benefits	10,022,827	9,241,885
Unemployment Reimbursements	342,467	399,416
	208,685,878	190,591,099
CONTRACTUAL SERVICES		
Professional Fees and Special Services	22,259,308	20,064,647
Traveling Expenses	5,505,466	5,044,084
Operating State-Owned Vehiches	1,686,065	1,854,256
Utilitiy Services	7,720,525	7,158,028
Rents	4,006,148	3,137,675
Repairs and Insurance	6,229,577	3,874,535
General Operating Expenses	15,316,717	14,869,062
	62,723,805	56,002,287
COMMODITIES		
Foods	2,969,802	2,742,873
Fuels	2,165,779	3,051,034
Materials	335,300	320,388
Office and Other Supplies	6,766,931	6,079,538
	12,237,812	12,193,833
GRANTS, SUBSIDIES AND PENSIONS		
To Federal Government	65,200	136,000
To Cities, Towns and Counties	332,443,653	305,863,988
To Public and Private Organizations	148,799,253	118,360,185
To Individuals:		
Aid to Families with Dependent Children	23,489,317	22,275,260
Supplemental Social Security Income	12,814,411	12,356,597
Assistance and Medical Care	103,095,863	92,355,807
Teacher Recognition Grants	14,525,653	14,411,475
Fire Suppression Tax Refund	-	7,229,150
Pensions and Compensation for Injuries	5,043,155	4,305,479
Other	626,894	81,267
	640,903,398	577,375,208
CAPITAL OUTLAYS		
Land, Buildings and Improvements	4,809,460	3,132,832
Equipment	3,170,125	3,524,256
	7,979,584	6,657,088
DEBT SERVICE		
Principal	26,110,000	26,408,443
Interest	13,306,396	12,259,915
	39,416,396	38,668,358
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS		
Maine State Retirement System	68,962,412	66,809,307
Transfers to Other Funds	4,281,369	2,204,809
	73,243,781	69,014,116
Total Expenditures	$1,045,190,655	$950,501,989

EXHIBIT A-6

GENERAL FUND

ANALYSIS OF STATE CONTINGENT ACCOUNT
YEAR ENDED JUNE 30, 1987

Balance July 1, 1986		$675,000
GENERAL GOVERNMENT		
Community Services	$ 75,000	
Secretary of State	46,000	
Public Advocate	18,000	
Arts and Humanities	10,000	
Contingent Management		
Culter Marine Hatchery	1,500	
Lemforder Corporation	250,000	
Katahdin Regional Development Corporation	75,000	
Bangor - General Electric	50,000	
ECONOMIC DEVELOPMENT		
Business Regulation Department	13,500	
EDUCATION AND CULTURAL SERVICES		
State Library	65,574	
Total Appropriations		604,574
Amount Necessary to Restore Balance		604,574
Balance June 30, 1987		675,000
Decrease Effective June 30, 1987		75,000
Balance June 30, 1987		$600,000

Reference 5 M.R.S.A. Section 1507

EXHIBIT A-7

GENERAL FUND

DEBT SERVICE REQUIREMENTS TO MATURITY
GENERAL FUND BONDS

Fiscal Year	Principal	Interest
1988	$ 28,100,000	$ 12,138,315
1989	24,895,000	10,260,903
1990	21,945,000	8,651,582
1991	19,525,000	7,190,778
1992	17,740,000	5,933,296
1993	14,880,000	4,834,274
1994	12,825,000	3,918,271
1995	12,045,000	3,075,219
1996	9,155,000	2,274,700
1997	5,815,000	1,644,525
1998	2,945,000	1,316,675
1999	2,945,000	1,063,125
2000	2,945,000	821,225
2001	2,855,000	579,325
2002	2,405,000	365,125
2003	2,350,000	193,487
2004	620,000	49,600
	$ 183,990,000	$ 64,310,425

HIGHWAY FUND

The Highway Fund is used to account for revenues derived from registration of motor vehicles, operators' licenses, gasoline tax, other dedicated revenues and proceeds of bonds. The Federal matching funds and corresponding expenditures are accounted for in the Other Special Revenue Funds.

This Fund is allocated by the Legislature for the operation of the Department of Transportation to construct and maintain highways and bridges, other allied programs and seventy-two percent of the cost of State Police administration. In addition to the revenues, the Legislature allocates bonds that have been authorized. The allocation of bond proceeds for the 1987 fiscal year was $15,000,000.

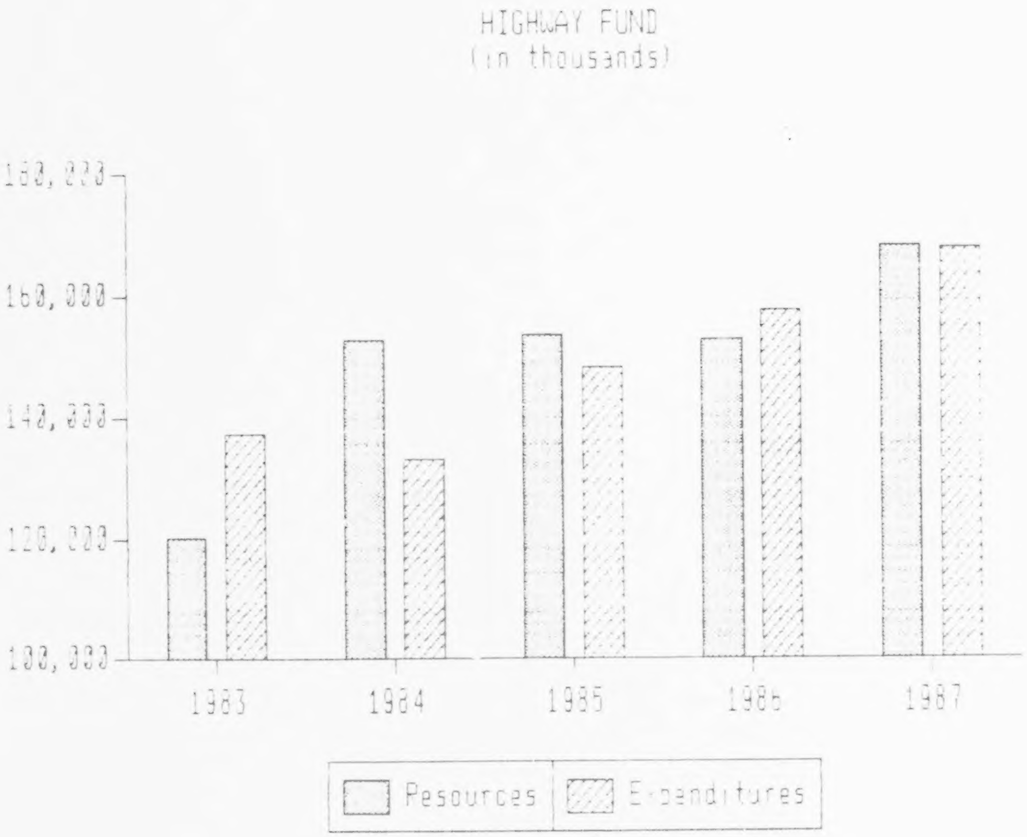

EXHIBIT B-1

HIGHWAY FUND

COMPARATIVE BALANCE SHEET

	June 30,	
	1987	1986
ASSETS		
Equity in Treasurer's Cash Pool	$31,040,639	$30,531,468
Cash - Other	25,100	25,100
Accounts Receivable		
Tax Accounts	3,447,590	4,762,618
Other	112,232	160,033
	3,559,822	4,922,651
Less Allowance for Possible Losses	414,234	378,965
Net Accounts Receivable	3,145,588	4,543,686
Due from Other Funds	386,066	365,328
Working Capital Advances to Other Funds	13,182,115	12,582,115
Due from the Portland Terminal Company	274,463	318,172
Other Assets	442,704	106,614
	$48,496,675	$48,472,483
LIABILITIES AND EQUITY		
Liabilities		
Accounts Payable	$ 2,541,399	$ 2,938,317
Due to Other Funds	590,125	305,166
Other Liabilities	27,377	154,115
	3,158,901	3,397,598
Equity		
Allocated:		
Encumbrances	2,310,262	9,117,894
Authorized Expenditures	21,793,966	18,213,953
	24,104,228	27,331,847
Less - Amount to be provided from Bond Issues	9,000,000	4,000,000
	15,104,228	23,331,847
Portland Terminal Company	274,463	318,172
Working Capital Advances	13,182,115	12,582,115
Advance to Other Funds	366,779	366,779
Plant Nursery	40,799	41,798
	28,968,384	36,640,711
Unallocated Fund Balance	16,369,390	8,434,174
	45,337,774	45,074,885
	$48,496,675	$48,472,483

EXHIBIT B-2

HIGHWAY FUND

ANALYSIS OF CHANGES IN UNALLOCATED FUND BALANCE

	Years Ended June 30, 1987	1986
Balance at Beginning of Year	$ 8,434,174	$ 19,848,125
Adjustment of Prior Year Transactions	1,450,051	(9,396)
	9,884,225	19,838,729
Additions:		
Revenues	151,956,838	144,044,879
Appropriation of Balances Carried Forward Beginning of Year (Adjusted)	27,397,403	22,343,433
Allocation of Proceeds of Bond Issues	15,000,000	4,000,000
Repayment of Appropriated Receivables, Advances, Etc.	43,709	21,854
Transfer from Other Funds (net)	4,621,106	2,972,414
	199,019,056	173,382,580
Deductions:		
Expenditures	167,872,756	157,429,487
Appropriation Balances Carried Forward End of Year	24,104,228	27,331,847
Increases in Reserves, Contingencies, Etc.	556,906	25,801
	192,533,890	184,787,135
Balance at End of Year	$ 16,369,391	$ 8,434,174

EXHIBIT B-3

HIGHWAY FUND

COMPARATIVE STATEMENT OF REVENUES

	Years Ended June 30, 1987	Years Ended June 30, 1986	1987 Budgeted Revenue
TAXES			
Gasoline Tax	$ 76,139,526	$ 72,929,869	$ 76,456,000
Use Fuel and Motor Carrier Tax	14,818,570	13,226,029	14,798,000
Motor Vehicle Fees and Driver's Licenses	50,332,829	46,385,315	45,317,455
Other	1,058,117	1,483,076	968,219
Total Taxes	142,349,042	134,024,289	137,539,674
FINES, FORFEITS AND PENALTIES	717,399	718,580	666,831
INCOME FROM INVESTMENTS	1,143,123	1,579,751	1,000,000
CITIES, TOWNS AND COUNTIES	(377)	108,472	23,876
SERVICE CHARGES FOR CURRENT SERVICES	7,632,768	7,442,279	7,993,168
OTHER REVENUES	114,884	171,508	85,770
	$151,956,839	$144,044,879	$147,309,319

EXHIBIT B-4

HIGHWAY FUNDS

SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Legislative Allocation
GENERAL GOVERNMENT		
Bureau of Public Improvements	$ 1,541	$ 572,120
Secretary of State	511,285	12,127,772
	512,826	12,699,892
ECONOMIC DEVELOPMENT		
State Claims Board	-	125,128
PUBLIC PROTECTION		
Public Safety Department	798,224	14,626,998
TRANSPORTATION		
Administration Costs	2,640,474	8,344,607
Highway Construction	11,482,311	30,601,932
Maintenance	10,846,049	61,536,064
Other	1,117,520	1,450,000
Debt Service		
Interest on Bonded Indebtedness	-	7,495,004
Retirement of Bonds	-	8,875,000
	26,086,354	118,302,607
	$ 27,397,404	$145,754,625

Transferred In/(Out)	Total Available	Expenditures	Unexpended Balance, June 30, 1987 Lapsed	 Carried	 Unencumbered Balance
$ 40,690	$ 614,351	$ 599,046	$ 11,532	$ 3,773	$ -
(61,693)	12,577,364	11,825,135	253,820	416,020	82,389
(21,003)	13,191,715	12,424,181	265,352	419,793	82,389
-	125,128	104,499	20,629	-	-
607,868	16,033,090	15,862,941	118,367	51,782	-
(595,323)	10,389,758	6,947,872	195,158	181,612	3,065,116
18,957,907	61,042,150	47,980,928	-	1,042,073	12,019,149
671,655	73,053,768	67,345,924	-	613,117	5,094,727
-	2,567,520	1,033,050	-	1,886	1,532,584
	-				-
-	7,495,004	7,298,361	196,643	-	-
-	8,875,000	8,875,000	-	-	-
19,034,239	163,423,200	139,481,135	391,801	1,838,688	21,711,576
$19,621,104	$192,773,133	$167,872,756	$ 796,149	$ 2,310,263	$21,793,965

EXHIBIT B-5

HIGHWAY FUND

COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	Year Ended June 30,	
	1987	1986
PERSONAL SERVICES	$48,365,208	$42,702,788
Salaries and Wages	8,956,230	9,166,956
Retirement Costs	3,701,376	3,366,686
Health Insurance and Other Fringe Benefits	183,046	182,959
Unemployment Reimbursements		
	61,205,860	55,419,389
CONTRACTUAL SERVICES		
Professional Fees and Special Services	4,166,463	3,866,635
Traveling Expenses	1,040,806	1,061,339
Operating State-Owned Vehiches	1,274,720	1,230,586
Utilitiy Services	1,990,766	1,943,268
Rents	20,705,986	19,818,726
Repairs and Insurance	812,289	726,946
General Operating Expenses	1,335,261	1,035,699
	31,326,291	29,683,199
COMMODITIES		
Foods	-	34
Fuels	184,945	178,728
Materials	11,325,091	9,332,279
Office and Other Supplies	3,142,993	1,575,942
	14,653,029	11,086,983
GRANTS, SUBSIDIES AND PENSIONS		
To Cities, Towns and Counties	16,095,769	14,161,301
Pensions and Compensation for Injuries	2,205,449	2,259,829
	18,301,218	16,421,130
CAPITAL OUTLAYS	23,821,889	26,440,980
DEBT SERVICE		
Principal	8,875,000	8,245,000
Interest	7,298,361	7,195,602
	16,173,361	15,440,602
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS	2,391,106	2,937,203
Total Expenditures	$167,872,756	$157,429,486

EXHIBIT B-6

HIGHWAY FUND

DEBT SERVICE REQUIREMENTS TO MATURITY
HIGHWAYS AND BRIDGES

Fiscal Year	Principal	Interest
1988	$ 9,195,000	$ 6,895,549
1989	8,820,000	6,219,327
1990	8,340,000	5,574,415
1991	8,340,000	4,948,459
1992	7,575,000	4,357,652
1993	7,175,000	3,812,096
1994	6,500,000	3,300,780
1995	6,500,000	2,798,151
1996	5,385,000	2,312,482
1997	4,755,000	1,881,548
1998	3,755,000	1,534,062
1999	3,755,000	1,219,475
2000	3,755,000	915,237
2001	3,105,000	611,000
2002	2,685,000	364,363
2003	2,010,000	157,213
2004	665,000	50,513
2005	50,000	438
	$92,365,000	$46,952,760

ABENAKI

OTHER SPECIAL REVENUE FUNDS

Other Special Revenue Funds are a grouping of various purpose funds which have been established on a self-supporting basis. Revenues are generated by taxes, licenses, fees and Federal matching funds and grants. Expenditures of these funds can only be made in accordance with restrictions imposed by the source of the revenues.

In accordance with the research report, Preferred Accounting Practices for State Governments, published by the Council of State Governments, the Employment Security Trust Fund is reported as an Expendable Trust. Prior to 1983 it was reported as a special revenue fund.

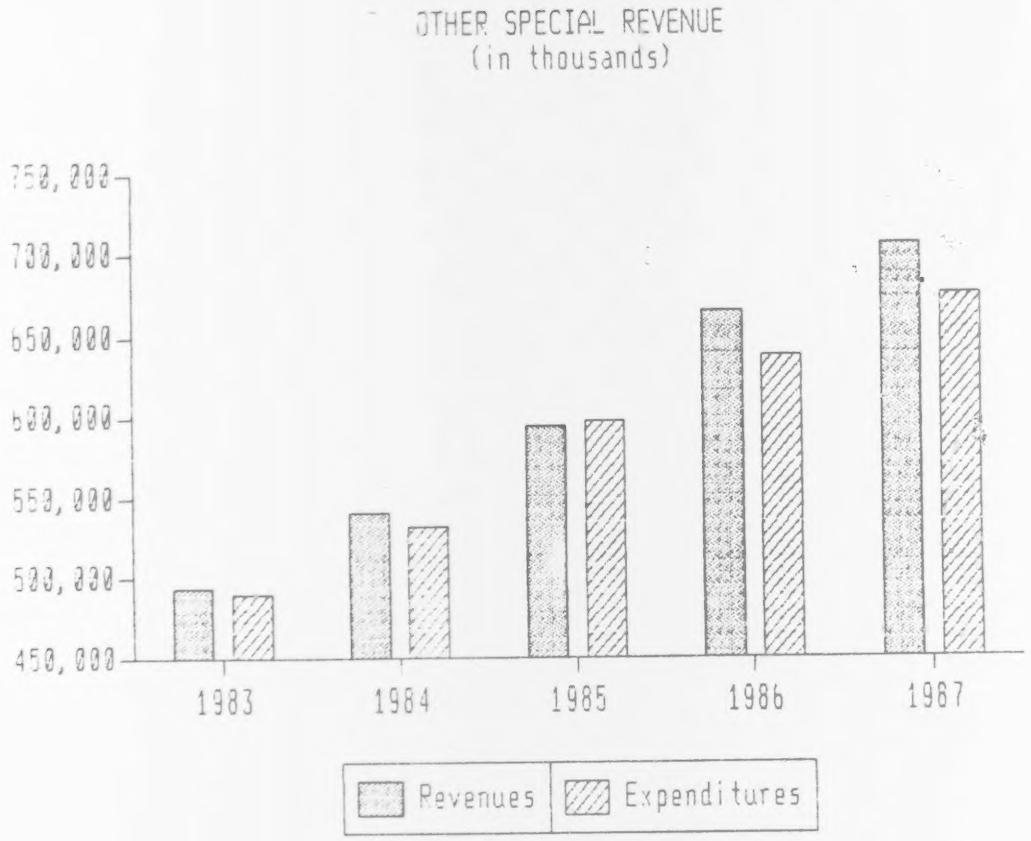

EXHIBIT C-1

OTHER SPECIAL REVENUE FUNDS

COMPARATIVE BALANCE SHEET

	June 30, 1987	1986
ASSETS		
Equity in Treasurer's Cash Pool	$ 65,155,829	$55,441,897
Cash - Other	21,535	20,225
Grants Receivable	16,677,754	
Accounts Receivable		
Tax Accounts	26,302,461	18,486,903
Other	1,836,098	2,824,337
	28,138,559	21,311,240
Less Allowance for Possible Losses	1,375,170	472,937
Net Accounts Receivable	26,763,389	20,838,303
Due from Other Funds	5,014,901	4,282,295
Other Assets	931,625	1,139,998
	$114,565,034	$81,722,718
LIABILITIES AND EQUITY		
Liabilities		
Accounts Payable	$ 6,548,074	$ 2,449,258
Due to Other Funds	757,944	925,405
Other Liabilities	5,103,224	4,428,071
	12,409,242	7,802,734
Working Capital Advances From General Fund	165,000	165,000
Equity		
Encumbrances	31,103,817	30,337,194
Authorized Expenditures - Unencumbered	70,886,975	43,417,790
	101,990,792	73,754,984
	$114,565,034	$81,722,718

Federal Expenditures	Federal Block Grants	Other Special Revenue
$ 3,298,209	$ 4,536,852	$57,320,768
70	-	21,465
	16,677,754	
18,284,202	-	8,018,259
-	-	1,836,098
18,284,202	-	9,854,357
-	-	1,375,170
18,284,202	-	8,479,187
22,771	-	4,992,130
790,470	7,915	133,240
$22,395,722	$21,222,521	$70,946,790
$ 3,425,485	$ 948,611	$ 2,173,978
553,000	3,008	201,936
949	-	5,102,275
3,979,434	951,619	7,478,189
165,000	-	-
5,510.911	20,270,902	5,322,004
12,740,377	-	58,146,598
18,251,288	20,270,902	63,468,602
$22,395,722	$21,222,521	$70,946,790

EXHIBIT C-2

OTHER SPECIAL REVENUE FUNDS

ANALYSIS OF CHANGES IN AVAILABLE FUNDS

	Years Ended June 30,	
	1987	1986
Balance at Beginning of Year	$ 73,754,985	$ 44,555,164
Adjustment of Prior Year Transactions	401,697	1,185,014
	74,156,681	45,740,178
Additions:		
Revenues	704,961,585	664,965,763
Transfers from Other Funds (net)	3,183,133	3,442,412
	708,144,718	668,408,175
Deductions:		
Expenditures	675,497,418	637,252,301
Refunds of Prior Year Revenues and Advances from Other Funds	-	(2,567)
Transfers to Other Funds	4,813,190	3,143,635
	680,310,608	640,393,369
Balance at End of Year	$101,990,792	$ 73,754,984

Federal Expenditure Funds	Federal Block Grants	Other Special Revenue
$ 13,345,758	$ 1,049,738	$ 59,359,488
(279,108)	406,041	274,764
13,066,650	1,455,779	59,634,252
479,289,873	79,141,971	146,529,741
77,545	-	3,105,589
479,367,417	79,141,971	149,635,330
474,105,258	60,326,848	141,065,312
-	-	-
77,521	-	4,735,669
474,182,779	60,326,848	145,800,981
$ 18,251,288	$20,270,902	$ 63,468,601

EXHIBIT C-3

OTHER SPECIAL REVENUE FUNDS

COMPARATIVE STATEMENT OF REVENUES

	Year Ended June 30,	
	1987	1986
TAXES		
Property Taxes		
Unorganized Territories Tax	$ 10,105,509	$ 6,108,808
Spruce Budworm Tax	153,718	261,990
Sales and Use Tax	24,966,807	22,080,694
Income Tax	24,670,662	19,315,436
Gasoline Tax	1,307,175	1,122,418
Public Utility	139,522	1,939,034
Inland Fishing, Hunting and Related Taxes	10,416,842	9,939,206
Snowmobile Fees	296,311	460,838
Taxes on Specific Businesses or Occupations:		
Potato Tax	840,578	976,712
Sardine Tax	193,664	257,376
Insurance Tax	2,511,204	5,534,436
Banks and Banking	1,357,947	1,361,345
Milk Purchases by Dealers	940,942	956,404
Pari-Mutuels	999,421	740,726
Other Taxes	7,562,952	6,732,727
Total Taxes	86,463,256	77,788,150
FINES, FORFEITS AND PENALITES	866,227	1,034,491
INCOME FROM INVESTMENTS	2,471,267	1,412,830
INTERGOVERNMENTAL REVENUES:		
Federal Government	558,236,540	524,319,995
Cities, Towns and Counties	5,360,474	3,337,562
REVENUES FROM PRIVATE SOURCES	24,041,332	18,821,072
SERVICE CHARGES FOR CURRENT SERVICES	16,697,416	30,978,413
SALES AND COMPENSATION FOR LOSS OF PROPERTY	2,727,326	1,911,859
TRANSFERRED FROM THE BUREAU OF ALCOHOLIC BEVERAGES	5,239,666	2,634,555
CONTRIBUTIONS AND TRANSFERS FROM OTHER FUNDS	2,858,082	2,726,836
	$704,961,585	$664,965,763

1987 Budget	Federal Expenditure Funds	Federal Block Grants	Other Special Revenue
$ 7,817,973	$ -	$ -	$ 10,105,509
1,326,660	-	-	153,718
25,651,664	-	-	24,966,807
27,275,162	-	-	24,670,662
1,323,796	-	-	1,307,175
2,329,000	-	-	139,522
10,319,376	-	-	10,416,842
458,997	-	-	296,311
1,753,500	-	-	840,578
378,714	-	-	193,664
4,258,389	-	-	2,511,204
1,182,170	-	-	1,357,947
3,710,625	-	-	940,942
1,137,309	-	-	999,421
7,807,471	-	-	7,562,952
96,730,806	-	-	86,463,256
966,889	-	-	866,227
1,529,775	196,026	-	2,275,240
672,500,053	479,094,569	79,141,971	-
2,798,017	-	-	5,360,474
25,577,416	-	-	24,041,332
18,422,370	-	-	16,697,416
2,857,336	(722)	-	2,728,049
4,992,300	-	-	5,239,666
12,971,611	-	-	2,858,082
$839,346,573	$479,289,873	$79,141,971	$146,529,741

EXHIBIT C-4

OTHER SPECIAL REVENUE FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Resources	
		Allocated	Unallocated
GENERAL GOVERNMENT			
Attorney General Department	$ 189,869	$ -	$ 721,690
Audit Department	2,855	-	321,903
Executive Department			
Federal - State Coordinator	19,223	-	75,000
Blaine House	1	-	-
State Development Office	5,546	-	230
State Planning Office	15,974,815	12,259,000	1,240,571
Community Services	3,688,634	36,045,865	3,326,867
Office of Energy Resources	15,546,070	-	1,240,165
Other	3,341	-	-
Finance Department			
Unorganized Territories Services	-	-	-
Bureau of Taxation	7,132,282	-	3,784,284
Alcohol Premium Research Fund	748,767	-	4,746,100
Other	952,498	-	1,548,058
Administration Department			
Bureau of Public Improvements	39	-	258,115
Bureau of Purchases	92	-	-
Other	-	-	-
Judicial Department			
Supreme, Superior and District Courts	115,035	30,000	23,391
Legislative Department			
Legislature	23,313	-	-
Other	-	-	-
Secretary of State Department			
Administration	13,392	-	16,058
Highway Safety	-	-	-
State Archives	20,641	-	19,607
Treasurer of State			
Municipal Revenue Sharing	1,464	-	49,637,469
Independent Agencies			
Board of Bar Examiners	79,510	-	101,707
Accident Sickness and Health Insurance	194,585	-	531,959
Maine Indian Tribal State Commission	12,122	-	10,378
	44,724,094	48,334,865	67,603,553

Transferred In/(Out)	Total Available	Expenditures	Unexpended Balance June 30, 1987		
			Lapsed	Encumbrances Carried	Unencumbered Balances
$ 308,368	$ 1,219,928	$ 861,989	$ -	$ 7,455	$ 350,484
-	324,758	281,321	-	-	43,437
14,552	108,775	57,549	-	2,422	48,804
-	1	-	-	-	1
-	5,776	656	-	-	5,120
(140,545)	29,333,841	11,544,250	1,976,408	16,456,454	(643,271)
2,200,000	45,261,366	29,913,400	9,947,927	6,790,164	(1,390,125)
(5,728,564)	11,057,671	873,354	-	17,500	10,166,817
-	3,341	-	-	-	3,341
-	-	-	-	-	-
100,000	11,016,566	2,297,083	-	-	8,719,483
(4,288,364)	1,206,503	-	-	-	1,206,503
(851,172)	1,649,384	809	-	-	1,648,575
-	258,155	225,908	-	495	31,751
-	92	-	-	-	92
-	-	-	-	-	-
36,000	204,426	95,089	9,408	2,395	97,534
-	23,313	-	-	-	23,313
-	-	-	-	-	-
-	29,450	11,676	-	-	17,774
-	-	-	-	-	-
-	40,248	25,244	-	-	15,004
-	49,638,934	49,638,215	-	-	718
-	181,217	71,478	-	-	109,740
-	726,544	513,976	-	1,804	210,764
-	22,500	9,817	-	-	12,683
(8,349,725)	152,312,787	96,421,813	11,933,743	23,278,689	20,678,543

EXHIBIT C-4

OTHER SPECIAL REVENUE FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Resources	
		Allocated	Unallocated
ECONOMIC DEVELOPMENT			
Agriculture Department	$ 2,278,102	$ -	$ 8,896,876
Business Regulation Department	5,271,844	-	4,475,941
Marine Resources Department	895,983	-	1,025,078
Independent Agencies			
Regulatory Boards	203,479	-	520,752
Public Utilities Commission	2,835,919	-	347,555
Blueberry Advisory Board	357,791	-	504,546
Maine Sardine Council	173,118	-	200,606
Maine State Housing Authority	463,639	-	6,794,770
Other	-	-	-
	12,479,874	-	22,766,124
EDUCATION AND CULTURAL SERVICES			
Education and Cultural Services Department			
Administration	53,474	573,488	213,882
Local School Nutrition Program	22,343	-	13,322,584
Schooling in Unorganized Teritories	47,680	8,160	6,959
School Construction Aid	2,533,691	1,882,770	13,962
Vocational Education			
Administration	420,197	-	4,465,087
Post Secondary	549,971	-	87,598
Vocational Technical Institutes			
Central Maine	158,176	-	400,397
Eastern Maine	111,790	-	787,092
Kennebec Valley	246,061	-	332,830
Northern Maine	197,392	-	1,213,592
Southern Maine	240,810	-	1,019,424
Washington County	119,967	-	149,344
Adult Education	72,434	-	824,624
Low Income and Expectional Children	360,318	62,542	23,987,651
Student Loan Program	4,691,320	-	5,143,868
Other Education Programs	1,273,585	-	1,038,471
Governor Baxter School for the Deaf	11,141	2,150	22,580
Maine Historic Preservation Commission	7,919	-	278,389
Arts and Humanities	8,386	-	482,719
State Library	139,414	-	639,953
Museum	44,409	-	68,070
	11,310,479	2,529,110	54,499,077

			Unexpended Balance June 30, 1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ 76,419	$ 11,251,397	$ 8,024,539	$ -	$ 235,567	$ 2,991,291
44,115	9,791,900	5,239,583	-	74,635	4,477,683
163,913	2,084,974	896,001	-	20,947	1,168,026
(27,300)	696,931	99,041	-	-	597,890
-	3,183,474	2,525,419	-	290,306	367,749
-	862,337	453,877	-	58,561	349,899
-	373,724	204,626	-	21,320	147,778
1,750,000	9,008,409	8,037,670	-	-	970,738
1,700,000	1,700,000	1,700,000	-	-	-
3,707,147	38,953,145	27,180,756	-	701,335	11,071,055
40,075	880,920	760,667	74,815	44,975	463
(6,317)	13,338,609	13,332,970	-	5,110	530
122,862	185,661	145.986	2	1,524	38,149
1,149,781	5,580,204	3,083,362	2,769	-	2,494,073
(1,405,469)	3,479,815	3,073,543	-	128,177	278,095
(43,250)	594,319	545,072	-	-	49,247
203,206	761,779	507,252	-	-	254,527
355,045	1,253,927	1,096,751	-	1,391	155,786
254,689	833,580	561,380	-	6,061	266,139
218,577	1,629,561	1,393,196	-	9,235	227,131
397,734	1,657,968	1,220,714	-	6,723	430,531
85,635	354,947	204,825	-	5,226	144,895
(11,701)	885,357	725,460	-	22,453	137,444
(426,825)	23,983,686	23,846,672	1,384	6,757	128,874
(8,608)	9,826,580	3,493,691	-	-	6,332,888
2,329,949	4,642,006	2,924,101	-	57,895	1,660,010
46,200	82,070	44,317	142	-	37,611
(4,642)	281,666	277,390	-	4,304	(27
-	491,105	466,204	-	-	24,901
-	779,367	683,011	-	47,268	49,088
-	112,480	64,674	-	819	46,987
3,296,941	71,635,607	58,451,237	79,111	347,917	12,757,341

EXHIBIT C-4

OTHER SPECIAL REVENUE FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Resources	
		Allocated	Unallocated
HUMAN SERVICES			
Human Services Department			
Administration	$ 497,198	$ 3.112,104	$ 90,622
Bureau of Health	631,210	-	11,754,190
Emergency Medical & Disease Prevention	88,962	896,575	-
Medical Care Administration	158,152	-	9,140,242
Medical Care Payments	3,209,680	3,358,144	200,526,022
Bureau of Social Welfare	57,967	-	13,926,598
Aid to Families with Dependent Children	788,573	-	73,846,332
Bureau of Resource Development	42,931	-	434,188
Purchased Social Services	541,367	8,787,882	8,961,683
Child Welfare Services	3,028	-	1,291,514
Bureau of Rehabilitation	1,162,000	1,808,125	12,522,760
Bureau of Maine's Elderly	78,052	-	5,247,821
Other	1,097.384	-	609.754
Mental Health and Mental Retardation			
Community Mental Health	57.478	1,209.457	-
Title XX Federal Mental Health	17,678	274.414	812,500
Food	2,779	-	21,024
Construction, Repairs and Improvements	57,676	-	5,473
Childrens Mental Health Services	-	978,291	-
Augusta Mental Health Institute	185,539	-	461,961
Bangor Mental Health Institute	64,775	-	181,745
Community Mental Retardation Service	2,699	-	475,440
Title XX Federal Mental Retardation	-	920,105	-
Pineland Center	29,423	500	92,404
Aroostook Residential Center	683	-	-
Elizabeth Levinson Center	9,530	-	-
Corrections Department			
Administration	119,688	20,000	221,388
Community Correctional Services	4.333	-	38,815
Probation and Parole	4,774	50,774	-
Food	-	-	2.414
Alcohol and Drug Abuse	16,030	-	-
Construction, Repairs and Improvements	7,506	-	-
Maine Youth Center - South Portland	98,901	5,743	3,831
Charlestown Correctional Facility	395	24,169	-
Maine Correctional Center	67,140	-	35,986
Down East Correctional Facility	5,400	-	-
State Prison	31,847	-	13,177
Independent Agencies			
Human Resources Council	3,816	60,000	-
Human Rights Commission	40,014	-	135,953
Advisory Council on Status of Women	619	-	-
Maine Health Care Finance Commission	332,841	-	1,102,906
Maine Childrens' Trust Fund	1	-	158,966
	9,518,068	21,506,283	342,116,210

			Unexpended Balance June 30,1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ 10,395,003	$ 14,094,927	$ 13,794,235	$ 18,106	$ 95,233	$ 187,353
(14,685)	12,370,715	11,273,857	-	721,222	375,636
-	985,537	823,045	153,616	8,877	-
(3,124,300)	6,174,094	6,021,780	-	150,062	2,253
-	207,093,846	203,281,846	447,395	217,701	3,146,905
(6,862,505)	7,122,060	6,528,909	-	47,958	545,193
156,601	74,791,506	72,641,530	-	-	2,149,976
(4,738)	472,381	430,220	-	206,346	(164,185)
(319,012)	17,971,920	17,370,993	95,767	751,410	(246,250)
(36,709)	1,257,832	1,253,527	-	6,901	(2,596)
2,253,778	17,746,663	16,222,654	104,116	1,346,923	72,970
(6,538)	5,319,335	5,209,322	-	16,459	93,554
(619)	1,706,519	655,011	-	38,617	1,012,891
556,473	1,823,408	1,539,289	155,253	128,866	-
-	1,104,592	1,104,590	-	169,988	(169,986)
-	23,803	-	-	-	23,803
-	63,149	30,315	-	-	32,835
-	978,291	978,291	-	-	-
1,101	648,601	551,740	-	-	96,861
13,920	260,440	178,384	-	-	82,057
(34,000)	444,139	430,505	-	50,577	(36,943)
-	920,105	919,939	165	1	-
6,020	128,347	107,904	53	-	20,390
-	683	642	-	-	41
11,660	21,190	14,431	-	333	6,425
-	361,576	304,985	19,178	34,388	3,025
-	43,148	40,141	-	-	3,007
-	55,548	5,673	45,963	3,912	-
-	2,414	-	-	-	2,414
404,985	421,015	370,698	-	50,317	-
-	7,506	7,506	-	-	-
141,314	249,789	141,365	75	9,688	98,661
-	24,564	21,260	3,304	-	-
45,457	148,582	107,732	-	681	40,170
-	5,400	5,151	-	-	249
(4,521)	40,503	8,936	-	11,534	20,033
50,000	113,816	109,817	-	-	3,999
-	175,967	133,059	-	-	42,908
-	619	416	-	-	202
-	1,435,747	889,719	-	116,733	429,295
-	158,967	34,906	-	-	124,061
3,628,685	376,769,246	363,544,326	1,042,990	4,184,724	7,997,206

EXHIBIT C-4

OTHER SPECIAL REVENUE FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Resources	
		Allocated	Unallocated
LABOR			
Labor Department			-
Bureau of Labor and Industry	$ 1,320,907	$ -	$ 689,461
Employment Security - Administration	391,914	-	16,018,324
Labor Allowance	10,937	-	2,903,670
Labor Development and Training	72,026	-	12,593,357
Benefit Account	23,945	-	-
Trust Fund Accounts	-	-	1,100,000
	1,819,729	-	33,304,812
NATURAL RESOURCES			
Conservation Department			
Central Administration	86,160	-	35,295
Bureau of Forestry	352,577	-	895,697
Bureau of Geology	179,663	-	88,833
Land Use Regulation Commission	-	-	-
Bureau of Parks and Recreation	51,598	-	95,319
Bureau of Public Lands	1,917,192	-	2,688,272
Boating Facilities Fund	358,781	-	874,155
Snowmobile Trail Fund	147,304	-	362,465
Other	40,470	-	91,627
Environmental Protection Department			
Administration	54,201	-	-
Bureau of Air Quality	81,287	-	638,458
Bureau of Land Quality	185,595	-	289,523
Bureau of Water Quality	179,296	-	959,300
Waste Treatment Planning	109,854	-	1,652,696
Maine Coastal Protection Fund	1,044,175	-	2,571,288
Low Level Waste Site Fund	117,744	-	11,609
White Water Rafting	43,663	-	63,748
Inland Fisheries and Wildlife			
Administration, Warden & Bio Services	3,019,630	-	14,610,155
Non-Game Wildlife Fund	80,944	-	276,786
Atlantic Sea Run Salmon Commission	106,380	-	151,203
Snowmobile Registration	-	-	-
Water Registration and Safety	16	-	-
Independent Agencies			
Baxter State Park Authority	6,797	-	1,066,486
Maine Forest Authority	19,351	-	-
	8,182,678	-	27,422,916

			Unexpended Balance June 30, 1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ (10,644)	$ 1,999,723	$ 565,311	$ -	$ 70,147	$ 1,364,266
339,707	16,749,945	16,481,357	-	661,325	(392,737)
-	2,914,607	2,905,818	-	-	8,789
(548,629)	12,116,754	11,932,065	-	11,290	173,399
1,100,000	1,123,945	1,111,989	-	-	11,957
(1,100,000)	-	-	-	-	-
(219,566)	34,904,975	32,996,539	-	742,761	1,165,674
121,430	242,885	124,266	-	-	118,619
183,545	1,431,819	797,331	-	8,539	625,948
43,637	312,132	182,602	-	18,491	111,039
-	-	-	-	-	-
22,028	168,946	83,987	-	5,759	79,201
(72,521)	4,532,943	1,412,794	-	130,510	2,989,639
(31,633)	1,201,302	538,730	-	86,058	576,514
19,320	529,089	446,332	-	10,900	71,857
(7,261)	124,836	40,851	-	-	83,985
273,154	327,355	300,545	-	-	26,811
(12,343)	707,402	698,242	-	846	8,314
113,012	588,130	390,456	-	-	197,674
(149,456)	989,140	853,631	-	10,619	124,891
(94,913)	1,667,637	1,557,527	-	159,561	(49,451)
(65,600)	3,549,864	2,521,184	-	102,146	926,533
(51,086)	78,267	8,880	-	-	69,386
(83,932)	23,479	5,000	-	-	18,479
(71,458)	17,558,327	13,135,575	-	542,850	3,879,903
11,023	368,754	188,659	-	29,993	150,101
-	257,583	123,931	-	-	133,652
-	-	-	-	-	-
-	16	-	-	-	16
(2,758)	1,070,525	995,668	-	39,739	35,118
-	19,351	-	-	-	19,351
144,189	35,749,783	24,406,192	-	1,146,010	10,197,580

EXHIBIT C-4

OTHER SPECIAL REVENUE FUNDS

COMBINED SUMMARY OF APPROPRIATION ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Resources	
		Allocated	Unallocated
PUBLIC PROTECTION			
Military, Civil Emergency Preparedness And Veterans Services Department			
Administration	$ -	$ -	$ -
Veteran's Memorial Cemetary	14,757	-	49,296
Military Bureau	426,905	-	6,168,774
Bureau of Civil Emergency Preparedness	162,355	-	917,942
Public Safety Department			
State Police	628,747	-	2,792,637
Maine Criminal Justice Academy	306,620	441,674	162,802
State Fire Marshall	551,495	-	1,183,540
Drug Trafficking	-	131,780	-
	2,090,880	573,454	11,274,991
TRANSPORTATION			
Transportation Department			
Highway Safety	2,215,480	-	2,622,416
Administration Costs	599,060	-	1,102,742
Construction of Highways	311,068	-	60,735,952
Maintenance of Highways	3,883	-	-
Bureau of Aeronautics	31,199	-	21,591
Other	352,128	-	2,349,230
	3,512,819	-	66,831,932
	$93,638,621	$72,943,712	$625,819,614
DETAIL OF			
Federal Expenditure Fund	$13,066,650	$ -	$479,289,873
Federal Block-Grant	20,937,719	72,943,712	-
Other Special Revenue Fund	59,634,252	-	146,529,741
	$93,638,921	$72,943,712	$625,819,614

			Unexpended Balance June 30, 1987		
Transferred In/(Out)	Total Available	Expenditures	Lapsed	Encumbrances Carried	Unencumbered Balances
$ -	$ -	$ -	$ -	$ -	$ -
-	64,053	32,446	-	5,063	26,544
-	6,595,679	5,958,327	-	240,661	396,691
-	1,080,298	840,479	-	7,946	231,873
691,849	4,113,233	3,056,593	-	65,047	991,592
38,186	949,281	313,683	226,453	308,659	100,486
(25,984)	1,709,051	941,885	-	11,273	755,892
-	131,780	130,397	1,383	-	-
704,050	14,643,375	11,273,812	227,836	638,649	2,503,078
-	4,837,896	4,241,995	-	63,733	532,169
88,567	1,790,370	1,165,221	-	-	625,149
(3,962,909)	57,084,112	54,380,796	-	-	2,703,316
-	3,883	-	-	-	3,883
-	52,790	8,580	-	-	44,210
(667,436)	2,033,923	1,426,151	-	-	607,771
(4,541,777)	65,802,973	61,222,742	-	63,733	4,516,498
$(1,630,057)	$790,771,890	$675,497,418	$13,283,681	$31,103,817	$70,886,975
$ 2,023	$492,356,546	$474,105,258	$ -	$ 5,510,911	$12,740,377
-	93,881,431	60,326,848	13,283,681	20,270,902	-
(1,630,080)	204,533,913	141,065,312	-	5,322,004	58,146,598
$(1,630,057)	$790,771,890	$675,497,418	$13,283,681	$31,103,817	$70,886,975

EXHIBIT C-5

OTHER SPECIAL REVENUE FUNDS

COMBINED STATEMENT OF EXPENDITURES BY CHARACTER AND OBJECT

	Year Ended June 30,	
	1987	1986
PERSONAL SERVICES		
Salaries and Wages	$ 71,711,560	$ 68,399,950
Retirement Costs	13,065,508	12,430,665
Health Insurance and Other Fringe Benefits	4,395,573	4,506,915
Unemployment Reimbursements	114,357	198,129
	89,286,999	85,535,659
CONTRACTUAL SERVICES		
Professional Fees and Special Services	16,554,336	15,098,670
Traveling Expenses	3,721,084	3,582,682
Operating State-Owned Vehiches	742,291	946,005
Utilitiy Services	3,422,884	3,252,080
Rents	3,224,992	3,203,150
Repairs and Insurance	2,369,947	1,048,025
General Operating Expenses	5,251,746	4,898,683
	35,287,280	32,029,295
COMMODITIES		
Foods	300,969	229,396
Fuels	161,164	174,578
Materials	81,853	118,367
Office and Other Supplies	3,044,103	3,146,184
	3,588,090	3,668,525
GRANTS, SUBSIDIES AND PENSIONS		
To Federal Government	-	-
To Cities, Towns and Counties	95,703,625	84,867,129
To Public and Private Organizations	102,657,742	94,547,842
To Individuals:		
Aid to Families With Dependent Children	74,173,847	72,433,739
Assistance and Medical Care	216,888,263	195,616,688
Unemployment Compensation Benefits	1,043,772	769,699
Pensions and Compensation for Injuries	431,941	345,615
Other	2,182,042	456,351
	493,081,232	449,037,063
CAPITAL OUTLAYS		
Highway Contract Payments	42,414,374	58,306,492
Other	7,728,201	5,293,741
	50,142,575	63,600,233
CONTRIBUTIONS AND TRANSFERS TO OTHER FUNDS	4,111,241	3,381,522
	4,111,241	3,381,522
Total Expenditures	$675,497,418	$637,252,297

PROCEEDS OF BONDS FUNDS

General obligation and self-liquidating bond proceeds are recorded in the Proceeds of Bonds Funds. (Highway bond proceeds are reflected in the Highway Fund in conjunction with the regular highway construction program). During the 1986 fiscal year general obligation bonds in the amount of $42,990,000 were issued. $10,000,000 of these bonds is accounted for in the Highway Fund.

EXHIBIT D-1

PROCEEDS OF BONDS FUNDS

COMPARATIVE BALANCE SHEET

	June 30, 1987	June 30, 1986
ASSETS		
Equity in Treasurer's Demand Cash and/or Invest	$70,282,050	$53,703,969
Other Assets		
	$70,282,050	$53,703,969
LIABILITIES AND FUND EQUITY		
Accounts Payable	$27,132,816	$13,921,682
Due to Other Funds		
	27,132,816	13,921,682
Fund Equity		
Encumbered	17,301,394	21,942,257
Unencumbered	25,847,840	17,840,030
	43,149,234	39,782,287
	$70,282,050	$53,703,969

EXHIBIT D-2

PROCEEDS OF BONDS FUNDS

SUMMARY OF ACCOUNTS SHOWING DETAIL OF AMOUNTS AVAILABLE, EXPENDITURES AND DISPOSITION OF BALANCES AT JUNE 30, 1987

	Balance Forward July 1, 1986 (Adjusted)	Proceeds from Bonds and Bond Aniticpation Notes
GENERAL GOVERNMENT		
Energy Conservation - State Buildings	$ 1,384,501	$ -
Asbestos in State Building	-	2,500,000
Handicapped Access - Courthouses	556,033	-
	1,940,534	2,500,000
EDUCATION AND CULTURE		
Student Loans	175,000	
Historic Preservation		2,000,000
Vocational Technical Institutes System	17,416	10,115,437
Energy Cons. Public Elementary & Secondary Schl.	1,464,471	-
University of Maine		13,601,031
	1,656,887	25,716,467
HUMAN SERVICES		
AMHI Activities Building	-	200,000
Correctional Facilities	-	4,661,338
Maine State Prison	131,741	
	131,741	4,861,338
NATURAL RESOURCES		
Conservation Department		
Bureau of Parks and Recreation	1,632,888	-
Inland Fisheries and Wildlife	98,239	1,000,000
Environmental Protection		
Hazardous Waste Clean Up	379,175	600,000
Polution Abatement	2,546,042	22,879,571
Solid Waste	15,943	-
	4,672,288	24,479,571
TRANSPORTATION		
Airport Improvements	287,177	928,593
Maine State Pier Portland	76,599	-
Maine State Ferry Service	691,284	-
Public Fish Piers	149,491	
Construction and Improvements of Port Facilities	9,812,343	199,075
Railroad Right of Way	115,000	
	11,131,894	1,127,669
	$19,533,344	$58,685,045

				Unexpended Balance June 30, 1987	
Revenue	Transferred In/(Out)	Total Available	Expenditures	Encumbrances Carried	Unencumbered Balance
$ -	$ -	$ 1,384,501	$ 462,661	$ 471,476	$ 450,364
-	-	2,500,000	943,335	1,349,169	207,497
-	-	556,033	227,667	-	328,367
-	-	4,440,534	1,633,662	1,820,645	986,227
		175,000			175,000
		2,000,000	156,978		1,843,022
-	-	10,132,853	8,829,305	962,207	341,340
-	-	1,464,471	223.401	-	1,241,070
-	-	13,601,031	11,201,031	-	2,400,000
-	-	27,373,354	20,410,715	962,207	6,000,432
-	-	200,000	29,538	852,462	(682,000)
-	-	4,661,338	1,056,880	224,995	3,379,463
		131,741	131,741		
-	-	4,993,079	1,218,159	1,077,457	2,697,463
50,377	-	1,683,265	31,114	5,401	1,646,751
3,930	-	1,102,169	81,018	-	1,021,151
-	-	979,175	336,143	71,938	571,094
-	-	25,425,613	10,148,875	13,346,393	1,930,346
-	-	15,943	9,947	2,856	3,140
54,307	-	29,206,166	10,607,096	13,426,589	5,172,481
-	-	1,215,770	395,485	-	820,285
-	-	76,599		-	76,599
-	-	691,284	691,284	-	-
		149,491	15,772	13,309	120,411
-	-	10,011,418	151,288	1,188	9,858,943
		115,000			115,000
-	-	12,259,563	1,253,829	14,496	10,991,237
$54,307	$ -	$78,272,695	$35,123,461	$17,301,394	$25,847,840

EXHIBIT D-3

PROCEEDS OF BONDS FUNDS

DEBT SERVICE REQUIREMENTS TO MATURITY
SELF-LIQUIDATING BONDS

Fiscal Year	Principal	Interest
1988	$ 1,275,000	$ 820,195
1989	1,340,000	765,887
1990	1,345,000	709,337
1991	1,420,000	652,540
1992	1,445,000	596,065
1993	1,365,000	539,917
1994	1,390,000	483,465
1995	1,370,000	426,137
1996	1,425,000	366,467
1997	1,455,000	304,445
1998	1,290,000	247,282
1999	875,000	196,340
2000	840,000	158,527
2001	715,000	125,580
2002	710,000	94,552
2003	595,000	66,447
2004	520,000	42,010
2005	400,000	20,160
2006	355,000	9,660
2007	70,000	4,125
2008	20,000	750
	$ 20,220,000	$ 6,629,888

DEBT SERVICE FUNDS

The Debt Service Fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest. During the 1987 fiscal year the State retired $36,245,000 in debt and paid $21,478,787 in interest.

EXHIBIT E-1

DEBT SERVICE FUNDS

COMPARATIVE BALANCE SHEET

	June 30, 1987	June 30, 1986
ASSETS		
Equity in Treasurer's Demand Cash and/or Investments	$3,031,443	$2,612,317
Cash - Other	681,918	1,297,301
	$3,713,361	$3,909,618
LIABILITIES AND FUND EQUITY		
Bonds Matured - Not Presented for Payment	$ 305,000	$ 265,000
Interest Matured - Not Presented for Payment	376,918	1,032,301
Fund Equity	3,031,443	2,612,317
	$3,713,361	$3,909,618

EXHIBIT E-2

COMPARATIVE STATEMENT OF REVENUES, EXPENDITURES AND FUND EQUITY

	For the Year Ended June 30, 1987	For the Year Ended June 30, 1986
REVENUES		
Student Housing and Dining Facility Fees - Vocational Technical Institutes	$ 74,732	$ 78,974
Contribution from University of Maine and Maine Veterans Home	2,001,786	1,968,849
Income from Investments	2,876,637	2,964,960
Transfers from Other Funds		
General Fund	37,016,396	34,568,358
Highway Fund	16,173,361	15,440,602
	58,142,913	55,021,743
EXPENDITURES		
Redemption of Bonds	36,245,000	35,838,443
Interest on Bonds	21,478,787	20,383,504
	57,723,787	56,221,947
EXCESS TO FUND EQUITY	419,126	(1,200,204)
FUND BALANCE July 1, 1986	2,612,317	3,812,521
FUND BALANCE June 30, 1987	$ 3,031,442	$ 2,612,317

Detail of This Year		
General Fund Issues	Highway Fund Issues	Other Issues
$ 2,822,744	$ -	$ 208,699
315,364	281,704	84,850
$ 3,138,108	$ 281,704	$ 293,549
$ 175,000	$ 90,000	$ 40,000
140,364	191,704	44,850
2,822,744	-	208,699
$ 3,138,108	$ 281,704	$ 293,549

Detail of This Year		
General Fund Issues	Highway Fund Issues	Other Issues
$ -	$ -	$ 74,732
-	-	2,001,786
2,858,485	-	18,152
37,016,396		-
-	16,173,361	-
39,874,882	16,173,361	2,094,670
26,110,000	8,875,000	1,260,000
13,306,396	7,298,361	874,030
39,416,396	16,173,361	2,134,030
458,485	-	(39,360)
2,364,258	-	248,058
$ 2,822,744	$ -	$ 208,699

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ENTERPRISE FUNDS

Enterprise Funds are used to account for activities which provide services to the general public on a user-charge basis. Such funds are largely intended to be self-supporting, thus the enterprise accounts include fixed assets, depreciation and debt service.

The principal Enterprise Funds included:

Bureau of Alcoholic Beverages - The sale of alcoholic beverages is controlled through State-operated stores or licensed agents. Net income from the operation of the Bureau of Alcoholic Beverages is transferred to the General Fund.

Department of Transportation Services - The Department of Transportation operates the Augusta Airport, marine ports and the ferry services in the mid-coastal region of the State.

EXHIBIT F-1

ENTERPRISE FUNDS

COMPARATIVE BALANCE SHEET

	June 30,		Bureau of Alcoholic Beverages	Department of Transportation
ASSETS	1987	1986		
Current Assets				
Equity in Treasurer's Demand Cash and/or Investments	$11,121,146	$ 8,676,616	$ 1,902,749	$ 1,712,282
Cash - Other	480,478	153,203	354,731	1,650
Accounts and Notes Receivable - Less Allowance for Possible Losses	2,592,071	2,481,608	144,174	17,643
Due from Other Funds	35,531	15,994	-	-
Inventories	7,111,846	6,744,646	6,231,794	220,178
Prepaid Expenses and Other Assets	157,256	101,921	135,758	23
Total Current Assets	21,498,328	18,173,988	8,769,206	1,951,776
Plant and Equipment				
Land, Buildings, Structures and Equipment	13,605,238	13,341,736	1,522,873	9,605,248
Construction in Progress	-	-	-	-
Less Allowance for Depreciation and Bond Amortization	4,901,751	4,764,095	835,326	2,879,910
Net Plant and Equipment	8,703,487	8,577,641	687,547	6,725,338
	$30,201,815	$26,751,629	$ 9,456,753	$ 8,677,114
LIABILITIES, WORKING CAPITAL ADVANCES AND FUND EQUITY				
Current Liabilities				
Accounts Payable	$ 6,123,800	$ 4,112,906	$ 5,150,464	$ 39,730
Due to Other Funds	289,871	272,135	267,782	-
Other Current and Accrued Liabilities	877,824	465,356	15,000	3
Total Current Liabilities	7,291,495	4,850,397	5,433,246	39,733
Bonds Payable	-	-	-	-
Working Capital Advance from General Fund	3,985,000	3,985,000	3,500,000	-
Fund Equity				
Contributions from Other Funds	34,242,389	32,250,775	523,507	26,228,022
Retained Earnings (Deficit)	(15,317,069)	(14,334,543)	-	(17,590,641)
Total Equity	18,925,320	17,916,232	523,507	8,637,381
	$30,201,815	$26,751,629	$ 9,456,753	$ 8,677,114

Other Loan Funds	Prison Industries	Seed Potato Board	Maine State Lottery	State Forest Nursery	Potato Marketing Board
$ 752,148	$ 36,348	$ 69,288	$ 1,765,027	$ 29,260	$ 4,854,044
-	1,000	7,000	115,097	1,000	-
958,762	8,793	3,141	-	38,658	1,420,900
-	35,531	-	-	-	-
-	370,442	289,432	-	-	-
-	2,820	76	18,509	70	-
1,710,910	454,934	368,937	1,898,633	68,988	6,274,944
-	457,902	1,373,468	190,074	455,673	-
-	372,677	578,162	76,163	159,513	-
-	85,225	795,306	113,911	296,160	-
$ 1,710,910	$ 540,159	$ 1,164,243	$ 2,012,544	$ 365,148	$ 6,274,944
$ -	$ 20,486	$ 54,109	$ 851,048	$ 1,830	$ 6,133
-	4,805	76	17,209	-	-
-	-	-	809,287	53,534	-
-	25,291	54,185	1,677,544	55,364	6,133
-	-	-	335,000	150,000	-
672,522	203,550	1,249,816	-	364,972	5,000,000
1,038,388	311,319	(139,758)	-	(205,188)	1,268,811
1,710,910	514,869	1,110,058	-	159,784	6,268,811
$ 1,710,910	$ 540,160	$ 1,164,243	$ 2,012,544	$ 365,148	$ 6,274,944

SHINE

EXHIBIT F-2

ENTERPRISE FUNDS

Department of Transportation
BALANCE SHEETS

ASSETS	Total June 30, 1987	Island Ferry Service	Augusta State Airport	Marine Ports
Current Assets				
Equity in Treasurer's Demand Cash and/or Investments	$1,712,282	$ 814,370	$ 51,202	$ 846,709
Cash - Other	1,650	1,650		
Accounts and Notes Receivable - Less Allowance for Possible Losses	17,643	8,787	8,856	-
Inventories	220,178	220,178	-	-
Prepaid Expenses and Other Current Assets	23	23	-	-
Total Current Assets	1,951,776	1,045,009	60,058	846,709
Plant and Equipment				
Land, Buildings and Improvements				
Machinery and Equipment	9,605,248	3,431,106	1,323,467	4,850,675
Less Allowance for Depreciation	2,879,910	2,500,000	264,235	115,675
Net Plant and Equipment	6,725,338	931,106	1,059,232	4,735,000
	$8,677,114	$1,976,115	$1,119,290	$5,581,709

LIABILITIES, WORKING CAPITAL ADVANCES AND FUND EQUITY

Current Liabilities				
Accounts Payable	$ 39,730	$ 29,144	$ 6,183	$ 4,404
Other Current Liabilities	3	3		
Total Current Liabilities	39,733	29,147	6,183	4,404
Fund Equity				
Contributed from Other Funds	26,228,022	18,355,896	2,338,581	5,533,544
Retained Earnings	(17,590,641)	(16,408,928)	(1,225,474)	43,761
	8,637,381	1,946,968	1,113,107	5,577,305
	$8,677,114	$1,976,115	$1,119,290	$5,581,709

EXHIBIT F-3

ENTERPRISE FUNDS

STATEMENT OF OPERATIONS AND CHANGES IN RETAINED EARNINGS FOR THE YEAR ENDED JUNE 30, 1987

	Total	Bureau of Alcoholic Beverages	Department of Transportation
REVENUES			
Sales	$130,135,866	$70,797,761	$ -
Less: Cost of Goods Sold	78,999,049	43,062,749	-
	51,136,817	27,735,011	-
Malt Beverages and Wine Taxes	7,510,030	7,510,030	-
License Fees	1,803,609	1,803,609	-
Other Fees and Service Charges	6,397,659	5,239,666	1,006,093
Other Revenues	522,268	75,365	89,476
	67,370,383	42,363,681	1,095,569
EXPENSES			
Personal Services and Fringe Benefits	7,443,201	5,139,560	1,361,026
Professional Fees amd Services	1,009,269	190,279	222,161
Transportation	989,637	71,992	844,318
Rents and Repairs	763,501	606,203	30,838
Utilities and Fuel	1,316,777	280,085	99,235
Depreciation	144,188	86,879	10,461
Tri-State Megabucks	2,490,631	-	-
Other General Operating Expenses	1,337,129	694,779	86,571
	15,494,333	7,069,778	2,654,612
NET OPERATING INCOME	51,876,050 -	35,293,903	(1,559.043)
NON-OPERATING REVENUES AND EXPENSES			
Interest Income	749.169	-	125.939
Other	(107,895)	-	52
	641,274	-	125.991
NET INCOME (LOSS)	52.517.324	35,293,903	(1,433,052)
RETAINED EARNING (DEFICIT) JULY 1, 1986	(14,334,543)	-	(16,157,589)
TRANSFERRED TO OTHER FUNDS	(53,499,851)	(35,293,903)	-
RETAINED EARNINGS (DEFICIT) - June 30, 1987	$(15,317,070)	$ -	$(17,590,641)

Other Loan Funds	Prison Industries	Seed Potato Board	Maine State Lottery	State Forest Nursery	Potato Marketing Fund
$ -	$690,379	$ 398,125	$58,083,496	$ 166,105	$ -
-	382,852	522,454	35,029,779	1,215	-
-	307,528	(124,329)	23,053,717	164,890	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	145,779	-	2,623	3,497
309,822	-	47,604	-	-	-
309,822	307,528	69,055	23,053,717	167,514	3,497
-	34,284	49,244	764,861	94,225	-
650	40,846	12,650	488,485	183	54,015
-	2,328	28,746	36,479	4,992	783
-	43,597	15,593	52,010	12,245	3,017
-	23,829	31,178	873,077	7,049	2,324
-	13,832	11,164	19,081	2,770	-
-	-	-	2,490,631	-	-
18,198	95,919	70,795	304,626	16,228	50,013
18,848	254,634	219,370	5,029,248	137,691	110,152
290,974	52,893	(150,315)	18,024,469	29,823	(106,654)
44,039	6,889	340	159,619	1,474	410,869
90,000	(223)	(100,468)	21,860	(119,116)	-
134,039	6,666	(100,128)	181,479	(117,642)	410,869
425,014	59,559	(250,443)	18,205,948	(87,819)	304,215
613,375	251,760	110,685	-	(117,369)	964,596
-	-	-	(18,205,948)	-	-
$1,038,388	$311,319	$(139,758)	$ -	$(205,188)	$1,268,811

EXHIBIT F-4

ENTERPRISE FUNDS

STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1987

	Total	Bureau of Alcoholic Beverages	Department of Transportation
SOURCE OF FUNDS			
Net Income (Loss)	$52,517,325	$35,293,903	$(1,433,052)
Add: Depreciation	144,188	86,879	10,461
From Operations	52,661,512	35,380,782	(1,422,590)
Transferred from Other Funds	2,029,464	-	1,664,364
	54,690,976	35,380,782	241,774
APPLICATION OF FUNDS			
Purchase of Plant and Equipment	270,035	39,021	353,719
Transferred to Other Funds	53,537,701	35,293,903	-
	53,807,736	35,332,924	353,719
Increase (Decrease) in Working Capital	$ 883,240	$ 47,858	$ (111,946)
ANALYSIS OF CHANGES IN WORKING CAPITAL			
Increase (Decrease) in Current Assets			
Cash	$ 2,771,804	$ 1,431,976	$ (97,219)
Accounts Receivable	110,463	2,791	(8,719)
Inventories	367,201	284,753	11,772
Other Assets	74,872	73,316	(25,550)
	3,324,340	1,792,836	(119,716)
Decrease (Increase) in Current Liabilities			
Accounts and Mortgages Payable	(2,010,896)	(1,694,012)	(17,800)
Other Current Liabilites	(430,203)	(50,966)	25,571
	(2,441,099)	(1,744,979)	7,770
Increase (Decrease) in Working Capital	$ 883,240	$ 47,858	$ (111,946)

Other Loan Funds	Prison Industries	Seed Potato Board	Maine State Lottery	State Forest Nursery	Potato Marketing Fund
$425,014	$ 59,559	$ (250,443)	$18,205,948	$ (87,819)	$ 304,215
-	13,832	11,164	19,081	2,770	-
425,014	73,392	(239,279)	18,225,029	(85,050)	304,215
120,000	-	245,000	-	100	-
545,014	73,392	5,721	18,225,029	(84,950)	304,215
-	21,725	(57,910)	34,627	(121,147)	-
35,719	-	-	18,205,948	2,131	-
35,719	21,725	(57,910)	18,240,575	(119,016)	-
$509,295	$ 51,666	$ 63,631	$ (15,546)	$ 34,067	$ 304,215
$120,306	$ (25,192)	$ 80,835	$ 1,383,091	$ 5,344	$ (127,338)
388,989	3,377	(13,920)	(706,968)	7,225	437,686
-	46,831	23,845	-	-	-
-	19,492	(7,924)	15,669	(131)	-
509,295	44,508	82,837	691,793	12,438	310,348
-	8,771	(54,109)	(247,372)	(240)	(6,133)
-	(1,614)	34,904	(459,966)	21,869	-
-	7,158	(19,206)	(707,338)	21,628	(6,133)
$509,295	$ 51,666	$ 63,631	$ (15,546)	$ 34,067	$ 304,215

INTERNAL SERVICE FUNDS

Internal Service Funds provide centralized services for other funds. Revenues are derived from user agencies on a cost reimbursement basis. Working capital advances have been provided from the Highway and General Funds.

EXHIBIT G-1

INTERNAL SERVICE FUNDS

COMPARATIVE BALANCE SHEETS

	June 30,	
ASSETS	1987	1986
Current Assets		
Equity in Treasurer's Demand Cash and/or Investments	$11,256,747	$10,880,739
Cash - Other	700	730
Accounts and Notes Receivable - Less Allowance for Possible Losses	76,938	54,610
Due from Other Funds	3,842,832	2,268,501
Inventories	6,243,041	4,297,185
Prepaid Expenses and Other Current Assets	44,765	126,402
Total Current Assets	21,465,023	17,628,167
Plant and Equipment		
Land, Buildings and Improvements	3,692,102	3,598,890
Machinery and Equipment	43,158,913	36,417,267
	46,851,015	40,016,157
Less Allowance for Depreciation	29,985,399	27,170,599
Net Plant and Equipment	16,865,616	12,845,558
	$38,330,639	$30,473,725
LIABILITIES, WORKING CAPITAL ADVANCES AND FUND EQUITY		
Current Liabilities		
Accounts Payable	$ 3,108,898	$ 1,534,809
Accrued Compensation - Leave	267,395	-
Due to Other Funds	316,628	188,727
Lease Purchase Payable	3,229,871	485,332
Other Current Liabilities	-	85
	6,922,792	2,208,953
Working Capital Advances		
From General Fund	211,000	211,000
From Highway Fund	13,182,115	12,582,115
	13,393,115	12,793,115
Fund Equity		
Reserve for Working Capital	573,952	573,952
Contributed by Other Funds of Governmental Units	4,818,965	4,541,048
Retained Earnings	12,621,815	10,356,657
	18,014,732	15,471,657
	$38,330,639	$30,473,725

Highway Garage	Central Computer Services	Insurance Reserve Fund	Postal, Printing and Supply Fund	Other Internal Funds
$ 2,749,149	$ 1,392,270	$ 5,860,947	$ 163,764	$ 1,090,617
-	—	-	500	200
6,458	136	363	17,276	52,705
381,331	823,060	4,114	1,226,220	1,408,107
5,573,399	58,838	-	555,262	55,542
1,279	5,566	-	37,254	666
8,711,616	2,279,870	5,865,424	2,000,276	2,607,837
3,692,102	-	-	-	-
34,747,682	6,241,081	250	469,157	1,700,743
38,439,784	6,241,081	250	469,157	1,700,743
25,236,231	3,515,473	167	290,251	943,277
13,203,553	2,725,608	83	178,906	757,466
$21,915,169	$ 5,005,478	$ 5,865,507	$ 2,179,182	$ 3,365,303
$ 449,733	$ 932,782	$ 28,887	$ 535,145	$ 1,162,351
-	160,745	-	68,050	38,600
1,129	1,347	-	25,478	288,674
-	2,713,520	-	196,455	319,896
450,862	3,808,394	28,887	825,128	1,809,521
-	-	-	111,000	100,000
13,182,115	-	-	-	-
13,182,115	-	-	111,000	100,000
-	573,952	-	-	-
2,320,399	16,898	1,224,424	66,718	1,190,526
5,961,793	606,234	4,612,196	1,176,336	265,256
8,282,192	1,197,084	5,836,620	1,243,054	1,455,782
$21,915,169	$ 5,005,478	$ 5,865,507	$ 2,179,182	$ 3,365,303

EXHIBIT G-2

INTERNAL SERVICE FUNDS

STATEMENT OF OPERATIONS AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 1987

	Total	Highway Garage
REVENUES		
Billings to Departments	$41,067,039	$15,256,296
Less: Cost of Goods Billed	17,082,660	3,431,883
	23,984,379	11,824,413
EXPENSES		
Personal Services and Fringe Benefits	10,388,762	5,751,720
Professional Fees amd Services	546,944	76,291
Transportation	126,471	23,341
Rents and Repairs	4,127,277	860,083
Utilities and Fuel	673,295	457,637
Depreciation	3,646,357	2,167,103
Other General Operating Expenses	3,277,834	462,222
Insurance Claims Paid	277,918	-
	23,064,859	9,798,398
NET OPERATING INCOME	919,520	2,026,015
NON-OPERATING REVENUES AND EXPENSES		
Adjustment of Prior Year Transactions	(449,728)	-
Interest Income	726,839	228,797
Gain or (Loss) on Sale of Equipment	(26,642)	(24,384)
Other	1,168,842	85,591
Interest Expense	(73,673)	-
	1,345,639	290,004
NET INCOME (LOSS)	2,265,158	2,316,019
RETAINED EARNING (DEFICIT) July 1, 1986	10,356,657	3,645,775
RETAINED EARNINGS (DEFICIT) June 30, 1987	$12,621,815	$ 5,961,793

Central Computer Services	Insurance Reserve Funds	Postal, Printing and Supply Fund	Other Internal Funds
$8,844,047	$ 759,786	$9,299,052	$6,907,858
571,332	467,639	7,170,460	5,441,346
8,272,715	292,147	2,128,592	1,466,513
2,713,892	13,987	1,542,471	366,693
250,283	4,359	50,222	165,789
8,480	-	26,637	68,013
2,762,350	-	426,359	78,485
98,293	-	32,026	85,339
937,373	167	69,134	472,581
1,283,708	1,077,279	357,654	96,971
-	277,918	-	-
8,054,379	1,373,710	2,504,503	1,333,870
218,336	(1,081,563)	(375,911)	132,642
(33,515)	(37,393)	(1,000)	(377,820)
34,010	406,148	18,644	39,241
(1)	-	(2,256)	-
190,481	535,302	141,761	215,707
(73,673)	-	-	-
117,302	904,057	157,148	(122,872)
335,638	(177,506)	(218,763)	9,770
270,596	4,789,701	1,395,099	255,485
$ 606,234	$ 4,612,196	$1,176,336	$ 265,255

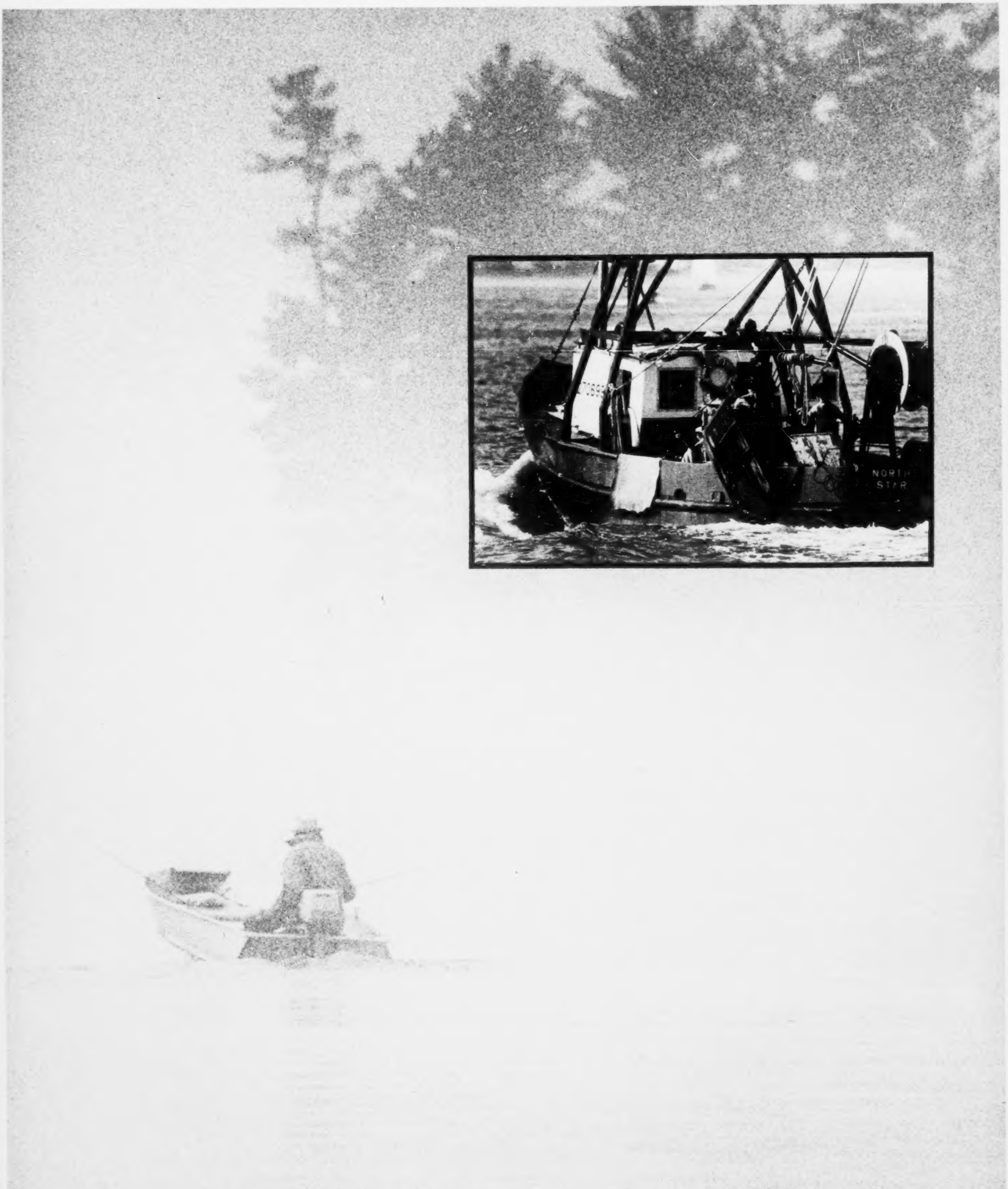
EXHIBIT G-3

INTERNAL SERVICE FUNDS

STATEMENT OF CHANGES IN FINANCIAL POSITION
FOR THE YEAR ENDED JUNE 30, 1987

	Total	Highway Garage
SOURCE OF FUNDS		
Net Income	$ 2,265,158	$2,316,019
Add: Depreciation	3,646,357	2,167,103
Transfers from Other Funds	277,918	-
	6,189,434	4,483,122
APPLICATION OF FUNDS		
Purchase of Plant and Equipment	7,666,416	3,953,053
	7,666,416	3,953,053
Increase (Decrease) in Working Capital	$(1,476,983)	$ 530,069
ANALYSIS OF CHANGES IN WORKING CAPITAL		
Increase (Decrease) in Current Assets		
Cash	375,978	(292,357)
Accounts Receivable	1,596,658	(118,642)
Inventories	1,945,855	1,774,345
Other Assets	(81,637)	(1,247)
	3,836,854	1,362,099
Decrease (Increase) in Current Liabilities		
Accounts Payable	(4,713,922)	(232,031)
Other Liabilities	(599,915)	(600,000)
	(5,313,836)	(832,031)
Increase (Decrease) in Working Capital	$(1,476,983)	$ 530,069

Central Computer Services	Insurance Reserve Funds	Postal, Printing and Supply Fund	Other Internal Funds
$ 335,638	$ (177,506)	$ (218,763)	$ 9,770
937,373	167	69,134	472,581
-	-	-	277,918
1,273,011	(177,339)	(149,629)	760,269
3,325,592	250	43,588	343,933
3,325,592	250	43,588	343,933
$ (2,052,582)	$ (177,589)	$ (193,217)	$ 416,336
267,536	(103,908)	(75,696)	580,403
522,509	(10,520)	297,323	905,987
48,301	-	85,103	38,106
(22,575)	(37,393)	(9,325)	(11,097)
815,771	(151,820)	297,405	1,513,399
(2,868,438)	(25,769)	(490,622)	(1,097,063)
86	-	-	-
(2,868,353)	(25,769)	(490,622)	(1,097,063)
$ (2,052,582)	$ (177,589)	$ (193,217)	$ 416,336


NORTH
STAR

TRUST AND AGENCY FUNDS

The Trust and Agency Funds are a grouping of various funds which are administered by the State as trustee or as an agent for the general public. Trust and Agency Funds are classified as either expendable or non-expendable funds.

Expendable funds include the accounts of the Maine State Retirement System, the State Employees Group Life Insurance Fund, interest and other revenue from non-expendable trusts, and various private trusts. In accordance with the research report, Preferred Accounting Practices for State Governments published by the Council of State Governments, the Employment Security Trust Fund is reported as an expendable trust. Prior to 1983 it was reported as a special revenue fund.

Non-expendable trust funds consist of endowments for maintenance and preservation of public lands and other donor restrictions.

EXHIBIT H-1

TRUST AND AGENCY FUNDS

COMPARATIVE BALANCE SHEET

	Total Funds	
	June 30,	
ASSETS	1987	1986
Equity in Treasurer's Demand Cash and/or Investments	$ 62,665,506	$ 35,427,798
Cash - Other	(22,190,044)	(41,266,838)
Deposits with United States Treasury	113,221,169	82,347,074
Accounts Receivable - Less Allowance for Possible Losses	521,646	1,925,820
Investments (A)	1,226,507,283	1,055,268,326
Other Assets	739,711	392,842
	$1,381,465,271	$1,134,095,022
LIABILITIES, RESERVES AND FUND BALANCES		
Liabilites		
Accounts Payable	$ 13,245,454	$ 17,942,179
Due to Other Funds	129,624	40,960
Other Current Liabilities	36,927,759	29,687,929
	50,302,837	47,671,068
Fund Balance		
Retirement System Reserves	1,136,693,977	951,595,798
Future Losses Reserve	1,869,793	1,248,311
Future Premiums Reserve	12,247,395	11,284,622
Contributions from General Fund	10,000	10,000
Unreserved	180,341,269	122,285,224
	1,331,162,433	1,086,423,955
	$1,381,465,271	$1,134,095,022

Total Expendable Funds	Non-Expendable Total Non-Expendable Funds	 Land Reserve Trust Funds	 Baxter State Park Trust Funds	 Other Trust Funds
$ 62,645,962	$ 19,544	$ 19,519	$ -	$ 25
(23,918,389)	1,728,345	817,297	485,317	425,731
113,221,169				
5,521,646	-	-	-	-
1,218,968,839	7,538,444	2,760,021	2,240,743	2,537,680
735,917	3,794	-	-	3,794
$1,372,175,144	$ 9,290,127	$ 3,596,837	$ 2,726,060	$ 2,967,230

$ 13,245,454	$ -	$ -	$ -	$ -
125,830	3,794	-	-	3,794
36,927,759	-	-	-	-
50,299,043	3,794	-	-	3,794
1,136,693,977	-	-	-	-
1,869,793	-	-	-	-
12,247,395	-	-	-	-
10,000	-	-	-	-
171,054,936	9,286,333	3,596,837	2,726,060	2,963,436
1,321,876,101	9,286,333	3,596,837	2,726,060	2,963,436
$1,372,175,144	$ 9,290,127	$ 3,596,837	$ 2,726,060	$ 2,967,230

EXHIBIT H-2

TRUST AND AGENCY FUNDS

BALANCE SHEET OF EXPENDABLE FUNDS

ASSETS	Total June 30, 1987	Private Trust Funds
Equity in Treasurer's Demand Cash and/or Investments	$ 62,645,962	$ 12,769,303
Cash - Other	(23,918,389	4,693,107
Deposits with United States Treasury	113,221,169	-
Accounts Receivable - Less Allowance for Possible Losses	521,646	-
Investments	1,218,968,840	22,553,641
Other Assets	735,916	284,998
	$1,372,175,144	$ 40,301,049

LIABILITIES, RESERVES AND FUND BALANCE		
Liabilities		
Accounts Payable	$ 13,245,454	$ 3,173
Due to Other Funds	125,830	191
Other Current Liabilities	36,927,759	-
	50,299,043	3,364
Reserves and Fund Balance		
Members Contributions Reserve	492,788,715	-
Allowance Fund Balance Reserve	615,432,677	-
Future Losses Reserve	1,869,793	-
Future Premium Reserve	12,247,396	-
Teachers Savings Reserve	50,539	-
Survivors Benefit Reserve	28,422,046	-
Contributions from General Fund	10,000	-
Unreserved	171,054,935	40,297,685
	1,321,876,101	40,297,685
	$1,372,175,144	$ 40,301,049

Public Trusts				Agency Funds	
Maine State Retirement System	Group Life Insurance Fund	Employment Security Trust	Revenue on Non-Expendable Trusts	Payroll Tax and Deductions Fund	Other
$ 25,611,156	$ 58,385	$ 898,112	$ 533,502	$ 4,947,346	$ 17,828,158
(28,697,384)	(3,654)	-	89,542	-	-
-	-	113,221,169	-	-	-
521,391	-	251	-	4	-
1,141,691,493	19,832,582	-	-	34,891,124	-
345,846	-	105,072	-	-	-
$1,139,472,502	$ 19,887,313	$ 114,224,604	$ 623,044	$ 39,838,474	$ 17,828,158
$ 910,305	$ 5,604,448	$ 92,087	$ 393	$ 4,937,350	$ 1,697,698
20,567	-	105,072	-	-	-
1,847,653	165,676	-	23,306	34,891,124	-
2,778,525	5,770,124	197,159	23,699	39,828,474	1,697,698
492,788,715	-	-	-	-	-
615,432,677	-	-	-	-	-
-	1,869,793	-	-	-	-
-	12,247,396	-	-	-	-
50,539	-	-	-	-	-
28,422,046	-	-	-	-	-
-	-	-	-	10,000	-
-	-	114,027,445	599,345	-	16,130,460
1,136,693,977	14,117,189	114,027,445	599,345	10,000	16,130,460
$1,139,472,502	$ 19,887,313	$ 114,224,604	$ 623,044	$ 39,838,474	$ 17,828,158

EXHIBIT H-3

TRUST AND AGENCY FUNDS

ANALYSIS OF CHANGES IN TRUST AND AGENCY FUNDS BALANCES
YEAR ENDED JUNE 30, 1987

	Total
Balance July 1, 1986	$1,115,948,333
Adjustment of Prior Year Transactions	(31,489,722)
	1,084,458,611
Additions:	
Interest Earned (Net of Amortization of Premiums)	44,084,590
Profit (Loss) on Sales of Securities	94,138,898
Individual Contributions for Pensions, plus Accrued Interest	159,826,383
Receipts from University of Maine amd Maine Maritime Academy	138,039,542
Deposits by Federal Government, Cities, Towns and Individuals	189,607,999
Sales of Timber, Gravel or Grass, Rentals, etc.	71,804
Abandoned Property	1,723,653
Employer Contributions:	
From General Fund	102,945,149
From Highway Fund	10,370,663
From Special Revenue Funds	11,970,414
From Other Funds	2,521,142
	755,300,237
Deductions:	
Administration Expenses	2,756,607
Distributions to Cities, Towns Counties, Districts and Individuals	-
Refunds of Trust Deposits. Other Disbursements and Transfers	324,519,541
Interest Allowed on Individual Contributions	23,286,310
Health Insurance Premiums - Retired State Employees	2,904,785
Group Life Insurance Premiums	5,179,318
Pensions amd Survivor Benefit Payments:	
State Employees	45,648,336
Teachers	49,855,814
Employees of Participating Districts	40,082,163
Judicial	60,635
Refunds on Individual Contributions plus Interest	8,623,836
Transfered to Coastal Protection Fund	1,916,684
Abandoned Property Transferred to General Fund	2,074,839
Distribution of Income from Non-Expendable Trusts	1,236,357
Additions to Reserves amd Other Charges and Credits	451,191
	508,596,415
Balance June 30, 1987	$1,331,162,433

	Non-Expendable			
Total Expendable Funds	Total Non-Expendable Funds	Land Reserve Trust Funds	Baxter State Park Trust Funds	Other Trust Funds
$1,107,844,820	$8,103,513	$3,335,828	$2,515,067	$2,252,618
(31,489,880)	158	158	-	-
1,076,354,940	8,103,671	3,335,986	2,515,067	2,252,618
44,084,590	-	-	-	-
93,028,015	1,110,883	189,072	210,993	710,818
159,826,383	-	-	-	-
138,039,542	-	-	-	-
189,607,999	-	-	-	-
-	71,804	71,804	-	-
1,723,653	-	-	-	-
102,945,149	-	-	-	-
10,370,663	-	-	-	-
11,970,414	-	-	-	-
2,521,142	-	-	-	-
754,117,551	1,182,686	260,875	210,993	710,818
2,756,583	24	24	-	-
-	-	-	-	-
324,519,541	-	-	-	-
23,286,310	-	-	-	-
2,904,785	-	-	-	-
5,179,318	-	-	-	-
45,648,336	-	-	-	-
49,855,814	-	-	-	-
40,082,163	-	-	-	-
60,635	-	-	-	-
8,623,836	-	-	-	-
1,916,684	-	-	-	-
2,074,839	-	-	-	-
1,236,357	-	-	-	-
451,191	-	-	-	-
508,596,391	24	24	-	-
$1,321,876,100	$9,286,333	$3,596,837	$2,726,060	$2,963,436

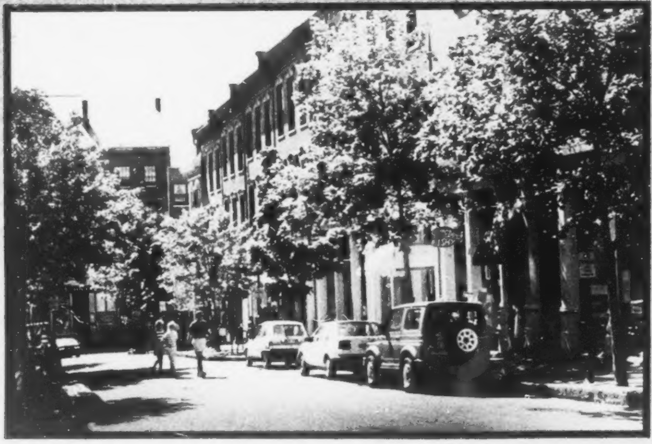
EXHIBIT H-4

TRUST AND AGENCY FUNDS

ANALYSIS OF CHANGES IN EXPENDABLE TRUST AND AGENCY FUNDS BALANCES

	Total June 30, 1987	Maine State Retirement System
Balance July 1, 1986	$1,107,844,820	$ 953,070,590
Adjustment of Prior Year Transactions	(31,489,880)	(1,522,457)
	1,076,354,940	951,548,134
Additions:		
Interest Earned (Net of Amortization of Premiums)	44,084,590	38,337,788
Profit (Loss) on Sales of Securities	93,028,015	92,035,533
Individual Contributions for Pensions, plus Accrued Interest	159,826,383	75,226,837
Receipts from University of Maine, Maine Maritime Academy and Maine Veterans Home	138,039,542	-
Deposits by Federal Government, Cities, Towns and Individuals	189,607,999	25,646,920
Abandoned Property	1,723,653	-
Employer Contributions:		
From General Fund	102,945,149	102,453,823
From Highway Fund	10,370,663	10,186,808
From Special Revenue Funds	11,970,414	11,771,509
From Other Funds	2,521,142	2,684,426
	754,117,551	358,343,642
Deductions:		
Administration Expenses	2,756,583	2,659,652
Refunds of Trust Deposits, Other Disbursements and Transfers	324,519,541	-
Interest Allowed on Individual Contributions	23,286,310	23,286,310
Health Insurance Premiums - Retired State Employees	2,904,785	2,904,785
Group Life Insurance Premiums	5,179,318	-
Pensions amd Survivor Benefit Payments:		
State Employees	45,648,336	45,648,336
Teachers	49,855,814	49,855,814
Employees of Participating Districts	40,082,163	40,082,163
Judicial	60,635	60,635
Refunds on Individual Contributions plus Interest	8,623,836	8,623,836
Transfered to Coastal Protection Fund	1,916,684	-
Transfered to General Fund	2,074,839	-
Distribution of Income from Non-Expendable Trusts	1,236,357	-
Additions to Reserves amd Other Charges and Credits	451,191	76,270
	508,596,391	173,197,800
Balance June 30, 1987	$1,321,876,100	$1,136,693,976

Public Trusts			Agency Funds		
Group Life Insurance Fund	Employment Security Trust	Revenue on Non-Expendable Trusts	Private Trust Funds	Payroll Tax and Deductions Fund	Other
$12,532,933	$ 83,953,760	$ 919,684	$21,374,449	$ 28,059,586	$ 7,933,818
-	(1,899,958)	-	(18,083)	(28,049,586)	204
12,532,933	82,053,802	919,684	21,356,366	10,000	7,934,022
2,411,879	-	686,018	768,209	228,127	1,652,569
992,483	-	-	-	-	-
-	84,599,546	-	-	-	-
-	-	-	-	-	138,039,542
3,006,462	-	230,000	22,602,073	135,426,775	2,695,769
-	-	-	1,723,653	-	-
491,327	-	-	-	-	-
183,855	-	-	-	-	-
198,905	-	-	-	-	-
(163,284)	-	-	-	-	-
7,121,627	84,599,546	916,018	25,093,935	135,654,902	142,387,880
-	-	-	96,931	-	-
-	52,625,903	-	2,064,163	135,638,033	134,191,442
-	-	-	-	-	-
-	-	-	-	-	-
5,179,318	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	1,916,684	-	-
-	-	-	2,074,839	-	-
-	-	1,236,357	-	-	-
358,053	-	-	-	16,869	-
5,537,371	52,625,903	1,236,357	6,152,616	135,654,902	134,191,442
$14,117,188	$114,027,445	$ 599,345	$40,297,685	$ 10,000	$16,130,460



GENERAL LONG TERM DEBT

The General Long Term Debt account group is utilized to account for the long term liabilities which are intended to be repaid by appropriations, income from short term investments and student fees.

The general long term debt outstanding at June 30, 1987 totaled $296,575,000.

EXHIBIT J-1

GENERAL LONG TERM DEBT

COMPARATIVE BALANCE SHEET

	Total June 30, 1987	 1986
ASSETS AND AMOUNTS TO BE PROVIDED FOR THE RETIREMENT OF GENERAL BONDS		
Amount to be Provided from Future Revenue for Retirement of Bonds	$ 296,575,000	$ 289,830,000
	$ 296,575,000	$ 289,830,000
LIABILITIES AND RESERVES		
Bonds Payable	$ 296,575,000	$ 289,830,000
	$ 296,575,000	$ 289,830,000

Source of Future Revenue				
General Fund	Highway Fund	University of Maine	Student Housing and Dining Facility	Maine Veteran's Home
$ 183,990,000	$ 92,365,000	$ 9,895,000	$ 8,615,000	$ 1,710,000
$ 183,990,000	$ 92,365,000	$ 9,895,000	$ 8,615,000	$ 1,710,000
$ 183,990,000	$ 92,365,000	$ 9,895,000	$ 8,615,000	$ 1,710,000
$ 183,990,000	$ 92,365,000	$ 9,895,000	$ 8,615,000	$ 1,710,000

EXHIBIT J-2

GENERAL LONG TERM DEBT

(In thousands of dollars)

Description of Loan	Date of Issue	Interest Rate %
GENERAL BONDED DEBT		
GENERAL FUND		
Capital Improvement - Mental Health Department	November 1, 1966	3.75
Maine Cultural Building	March 15, 1967	3.40
General Purposes	March 15, 1968	4.40
General Purposes	July 1, 1968	4.10
General Purposes	March 1, 1969	4.70
General Purposes	October 15, 1969	5.70
General Purposes	February 15, 1970	6.30
General Purposes	April 1, 1970	5.70
		4.00
General Purposes	November 15, 1970	6.00
School Building Construction	March 15, 1971	4.50
General Purposes	October 15,1971	4.50
		4.00
General Purposes	April 15, 1972	4.80
		3.25
General Purposes	November 15, 1972	4.40
		4.75
		4.00
General Purposes	April 15, 1973	4.90
		4.00
General Purposes	November 15, 1973	4.75
		3.00
General Purposes	May 15, 1974	5.70
		4.00
General Purposes	November 1, 1974	5.50
		5.75
General Purposes	May 15, 1975	6.40
		5.00
General Purposes	March 15, 1977	4.75
General Purposes	March 15, 1978	4.60
General Purposes	November 15, 1978	5.25
		5.30
General Purposes	April 1, 1980	8.00
General Purposes	May 15, 1981	11.00
		10.00
		9.00
General Purposes	May 15, 1981	11.00
		10.00
		9.00

Amount of Issue	Bonded Debt Outstanding July 1, 1986	New Bonds Issued	Matured	Bonded Debt Outstanding June 30, 1987
$ 500	$ 25	$ -	$ 25	$ -
40	20	-	20	-
1,000	500	-	250	250
2,750	1,650	-	550	1,100
5,630	2,130	-	700	1,430
2,140	1,740	-	435	1,305
5,455	3,645	-	905	2,740
14,110	1,660	-	830	830
1,570	1,570	-	-	1,570
11,680	3,635	-	730	2,905
1,750	1,250	-	250	1,000
2,760	2,760	-	690	2,070
1,330	1,330	-	-	1,330
5,850	2,600	-	650	1,950
1,300	1,300	-	-	1,300
11,550	825	-	825	-
4,125	4,125	-	-	4,125
805	805	-	-	805
11,825	5,375	-	1,075	4,300
2,120	2,120	-	-	2,120
4,400	1,925	-	275	1,650
230	230	-	-	230
3,080	2,640	-	440	2,200
820	820	-	-	820
2,400	1,920	-	480	1,440
2,335	2,335	-	-	2,335
6,880	5,160	-	860	4,300
2,530	2,530	-	-	2,530
3,085	1,545	-	1,545	-
12,420	2,760	-	1,380	1,380
10,430	2,980	-	1,490	1,490
1,505	1,505	-	-	1,505
560	560	-	40	520
8,350	965	-	965	-
5,365	5,365	-	-	5,365
595	595	-	-	595
1,710	285	-	285	-
3,135	3,135	-	-	3,135
855	855	-	-	855

EXHIBIT J-2

GENERAL LONG TERM DEBT

(in thousands of dollars)

Description of Loan	Date of Issue	Interest Rate %
GENERAL BONDED DEBT (Continued)		
GENERAL FUND (Continued)		
General Purposes	March 15, 1982	11.25
		10.25
General Purposes	December 15, 1982	9.50
		8.50
		9.00
		7.50
General Purposes	March 1, 1983	8.50
		8.20
		8.50
		6.50
General Purposes	May 1, 1984	10.00
		9.875
		9.00
		8.00
General Purposes	January 15, 1985	8.75
		7.60
		7.80
		7.00
General Purposes	January 15, 1986	7.80
		6.50
		6.70
		6.75
General Purposes	November 15, 1986	6.75
		7.00
		6.60
		5.00
HIGHWAY FUND		
Bangor-Brewer Bridge	August 1, 1952	1.75
Jonesport-Reach Bridge	December 1, 1956	2.375
Highways and Bridges	March 15, 1967	3.40
	July 1, 1967	3.75
Highways and Bridges	October 15, 1968	3.90
		4.00
Androscoggin River Bridge	July 1, 1970	6.50
		5.00
Highways and Bridges	July 1, 1970	6.50
		5.00

Amount of Issue	Bonded Debt Outstanding July 1, 1986	New Bonds Issued	Matured	Bonded Debt Outstanding June 30, 1987
$ 7,000	$ 3,640	$ -	$ 840	$ 2,800
680	680	-	-	680
15,660	8,280	-	2,460	5,820
2,320	2,320	-	-	2,320
1,480	1,480	-	-	1,480
4,385	4,385	-	-	4,385
12,000	9,000	-	1,000	8,000
2,000	2,000	-	-	2,000
3,000	3,000	-	-	3,000
3,000	3,000	-	-	3,000
4,790	3,160	-	815	2,345
2,860	2,860	-	-	2,860
2,660	2,660	-	-	2,660
3,945	3,945	-	-	3,945
9,775	7,820	-	1,955	5,865
1,655	1,655	-	-	1,655
1,655	1,655	-	-	1,655
4,960	4,960	-	-	4,960
6,690	6,690	-	3,345	3,345
13,380	13,380	-	-	13,380
6,690	6,690	-	-	6,690
6,675	6,675	-	-	6,675
3,720	-	3,720	-	3,720
3,720	-	3,720	-	3,720
3,720	-	3,720	-	3,720
21,830	-	21,830	-	21,830
309,225	177,110	32,990	26,110	183,990
1,500	950	-	50	900
800	30	-	30	-
1,300	650	-	650	-
750	750	-	375	375
2,400	480	-	480	-
960	960	-	-	960
2,125	250	-	125	125
375	375	-	-	375
10,880	1,280	-	640	640
1,920	1,920	-	-	1,920

EXHIBIT J-2

GENERAL LONG TERM DEBT

(in thousands of dollars)

Description of Loan	Date of Issue	Interest Rate %
HIGHWAY FUND (Continued)		
Androscoggin River Bridge	October 15, 1971	4.50
		4.00
Highways and Bridges	October 15, 1971	4.50
		4.00
Highways and Bridges	August 1, 1972	4.75
		5.00
		3.00
Highways and Bridges	November 1, 1974	5.50
		5.75
Highways and Bridges	April 1, 1980	8.00
Highways and Bridges	May 15, 1981	11.00
		10.00
		9.00
Highways and Bridges	March 15, 1982	11.25
		10.25
		10.50
		9.25
Highways and Bridges	December 15, 1982	9.50
		8.50
		9.00
		7.50
Highways and Bridges	March 1, 1983	8.50
		8.20
		8.50
		6.50
Highways and Bridges	May 1, 1984	10.00
		9.875
		9.00
		8.00
Highways and Bridges	January 15, 1985	8.75
		8.60
		7.80
		7.00
Highways and Bridges	January 15, 1986	7.80
		6.50
		6.70
		6.75
Highways and Bridges	November 15, 1986	6.75
		7.00
		6.60
		5.00

Amount of Issue	Debt Outstanding July 1, 1986	New Bonds Issued	Matured	Debt Outstanding June 30, 1987
$ 600	$ 500	$ -	$ 100	$ 400
100	100	-	-	100
1,800	1,500	-	300	1,200
300	300	-	-	300
9,450	675	-	675	-
3,375	3,375	-	-	3,375
675	675	-	-	675
2,575	2,060	-	515	1,545
2,575	2,575	-	-	2,575
9,100	9,100	-	650	8,450
2,520	420	-	420	-
4,620	4,620	-	-	4,620
1,260	1,260	-	-	1,260
5,175	2,875	-	575	2,300
1,150	1,150	-	-	1,150
1,725	1,725	-	-	1,725
3,450	3,450	-	-	3,450
10,485	6,990	-	1,165	5,825
3,495	3,495	-	-	3,495
2,330	2,330	-	-	2,330
6,945	6,945	-	-	6,945
3,360	2,520	-	280	2,240
560	560	-	-	560
840	840	-	-	840
785	785	-	-	785
3,690	2,460	-	615	1,845
2,460	2,460	-	-	2,460
2,460	2,460	-	-	2,460
3,690	3,690	-	-	3,690
3,000	2,400	-	600	1,800
600	600	-	-	600
600	600	-	-	600
1,800	1,800	-	-	1,800
1,260	1,260	-	630	630
2,520	2,520	-	-	2,520
1,260	1,260	-	-	1,260
1,260	1,260	-	-	1,260
1,000	-	1,000	-	1,000
1,000	-	1,000	-	1,000
1,000	-	1,000	-	1,000
7,000	-	7,000	-	7,000
136,860	91,240	10,000	8,875	92,365

EXHIBIT J-2

GENERAL LONG TERM DEBT

(In thousands of dollars)

Description of Loan	Date of Issue	Interest Rate %
SELF-LIQUIDATING		
University of Maine - Orono	June 1, 1960	3.50
		1.00
University of Maine - Orono	August 1, 1961	3.50
		1.00
University of Maine - Orono	April 1, 1963	3.20
		0.25
University of Maine - Orono	February 1, 1964	3.30
		0.10
University of Maine - Orono	February 15, 1966	3.50
		0.10
University of Maine - Portland-Gorham	March 15, 1978	4.60
State Colleges and Vocational Institutes Student Housing and Dining Facilities	June 15, 1962	3.00
		1.00
	May 1, 1964	0.10
	March 15, 1967	3.40
	March 15, 1968	4.40
		3.00
	March 1, 1969	4.70
		3.00
	April 1, 1980	8.00
		8.30
Maine Veterans Home	May 15, 1981	11.00
		10.00
		9.00
	March 15, 1982	11.25
		10.25
		10.50
		9.25
	December 15, 1982	9.50
		8.50
		9.00
		7.50

Amount of Issue	Debt Outstanding July 1, 1986	New Bonds Issued	Matured	Debt Outstanding June 30, 1987
$ 2,575	$ 1,575	$ -	$ 95	$ 1,480
155	155	-	-	155
2,155	1,440	-	75	1,365
125	125	-	-	125
1,550	1,110	-	50	1,060
95	95	-	-	95
1,510	1,160	-	50	1,110
95	95	-	-	95
4,605	3,510	-	150	3,360
555	555	-	-	555
855	540	-	45	495
14,275	10,360	-	465	9,895
1,415	505	-	120	385
285	285	-	-	285
550	550	-	60	490
2,150	2,010	-	150	1,860
3,465	3,025	-	250	2,775
775	775	-	-	775
350	200	-	40	160
380	380	-	-	380
1,190	1,190	-	85	1,105
400	400	-	-	400
60	10	-	10	-
110	110	-	-	110
30	30	-	-	30
90	50	-	10	40
20	20	-	-	20
30	30	-	-	30
60	60	-	-	60
630	420	-	70	350
210	210	-	-	210
140	140	-	-	140
720	720	-	-	720
13,060	11,120	-	795	10,325
$ 473,420	$ 289,830	$ 42,990	$ 36,245	$ 296,575

GENERAL FIXED ASSETS

The General Fixed Asset Account Group provides a record of the cost of the land, buildings, improvements and capital equipment which was purchased from Funds other than the Enterprise and Internal Service Funds. The latter Funds maintain their own fixed asset records.

General fixed assets are defined as tangible property having a life of more than one year and costing in excess of $150. They do not include 1) roads, bridges and related highway systems, 2) display items of the Maine State Museum or 3) property acquired by tax lien. Original construction costs have been researched for buildings back to the mid 1800's; Equipment acquired prior to 1950 has been valued at estimated cost. Additions are recorded at cost. General fixed assets are not subject to depreciation.

The following Statement of General Fixed Assets has been prepared from the Bureau of Public Improvement's summary of agency inventory records as of June 30, 1986 which has been amended to reflect the cost of property and equipment acquired in 1987. Dispositions in 1987 are not believed to be material.

EXHIBIT K-1

STATEMENT OF GENERAL FIXED ASSETS
June 30, 1987

GENERAL FIXED ASSETS	
Land	$ 27,055,643
Buildings	137,859,423
Improvements Other than Buildings	20,291,744
Equipment	87,225,986
	$ 272,432,795
INVESTMENT IN GENERAL FIXED ASSETS	$ 272,432,795

STATISTICAL SECTION

EXHIBIT S-1

STATISTICAL DATA

GOVERNMENTAL FUNDS
COMPARATIVE STATEMENT OF REVENUES
LAST FIVE FISCAL YEARS

Fiscal Year	*Taxes	From Federal Government	From Cities, Towns and Counties
1983	$ 741,507,393	$ 426,513,632	$ 4,622,259
1984	879,423,020	457,349,083	4,244,233
1985	961,803,201	495,154,244	4,559,850
1986	1,070,229,346	524,914,665	4,155,549
1987	1,246,109,332	558,539,239	6,150,140

*See Exhibit S-2 for further details of Taxes.

EXHIBIT S-2

GOVERNMENTAL FUNDS
TAX REVENUE BY SOURCE
LAST FIVE FISCAL YEARS

Fiscal Year	Sales and Use Tax	Income Tax	Gas Tax
1983	$ 270,306,013	$ 268,975,654	$ 55,280,987
1984	314,702,859	313,960,092	83,172,130
1985	353,190,435	350,770,108	84,936,512
1986	382,768,561	388,998,852	87,278,317
1987	438 598,443	491,544,194	92,533,514

Service Charges	Transferred From Bureau of Alcoholic Beverages	Transfers From Lottery Commission	Other Revenue
$ 34,805.233	$ 32,101,524	$ 3,693,743	$ 39,554,436
35,835,173	32,532,203	4,515,771	45,660,639
38,098,348	32,950,447	4,429,033	55,933,981
58,585,353	33,297,681	11,845,910	59,487,938
46,198,015	35,293,903	18,205,948	69,233,565

Cigarette Tax	Motor Vehicle Registration and Drivers' Licenses	Public Utilities Tax	All Other Taxes	Total Taxes (As Above)
$ 23,988,257	$ 37,191,157	$ 25,681,025	$ 60,084,300	741,507,393
28,601,310	43,362,431	27,551,701	68,072,495	879,423,020
29,157,874	45,690,971	28,939,578	69,117,723	961,803,201
37,718,229	46,385,315	32,878,002	94,202,070	1,070,229,346
40,325,475	50,332,829	29,099,774	103,675,103	1,246,109,332

EXHIBIT S-3

STATISTICAL DATA

BONDED DEBT ALL FUNDS
UNMATURED BONDS AT JUNE 30
LAST TEN FISCAL YEARS

FISCAL YEAR		GENERAL FUND BONDS	HIGHWAY AND BRIDGE BONDS	ALL OTHER
1978	$ 269,075,000	$ 187,235,000	$ 55,725,000	$ 26,115,000
1979	262,050,000	185,945,000	50,935,000	25,170,000
1980	254,835,000	169,370,000	59,145,000	26,320,000
1981	259,520,000	171,965,000	62,105,000	25,450,000
1982	253,277,000	161,217,000	67,745,000	24,315,000
1983	300,322,000	185,097,000	90,260,000	24,965,000
1984	294,564 216	175,899,216	94,830,000	23,835,000
1985	285,933,813	170,083,813	93,185,000	22,665,000
1986	289,830,000	177,110,000	91,240,000	21,480,000
1987	296,575,000	183,990,000	92,365,000	20,220,000